

Maluti-A-Phofung Municipality

Annual Budget 2009/10

"M TREF"





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1.1 Mayor's report

The Municipal Finance Management Act (MFMA) and budget reforms introduced by National Treasury, places responsibilities onto Council on which mechanism we utilize to prepare our budget.

Section 21 of the MFMA prescribes the following.

"21(1) the mayor of a municipality must-

(a) co-ordinate the processes for preparing the annual budget and for reviewing the municipality's integrated development plan and budget-related policies to ensure that the tabled budget and any revisions of the integrated development plan and budget-related policies are mutually consistent and credible;

(b) At least 10 months before the start of the budget year, table in the municipal council a time schedule outlining key deadlines for-

(i) The preparation, tabling and approval of the annual budget;

(ii) The annual review of-

(aa) the integrated development plan in terms of section 34 of the Municipal Systems Act; and

(bb) the budget-related policies;

(iii) The tabling and adoption of any amendments to the integrated development plan and the budget-related policies; and

(iv) Any consultative processes forming part of the processes referred to in sub-paragraphs

(i), (ii) and (iii).

(2) When preparing the annual budget, the mayor of a municipality must-

(a) Take into account the municipality's integrated development plan;

(b) take all reasonable steps to ensure that the municipality revises the integrated development plan in terms of section 34 of the Municipal Systems Act, taking into account realistic revenue and expenditure projections for future years;

(c) take into account the national budget, the relevant provincial budget, the national government's fiscal and macro-economic policy, the annual Division of Revenue Act and any agreements reached in the Budget Forum;

(d) consult-

(i) the relevant district municipality and all other local municipalities within the area of the district municipality, if the municipality is a local municipality;

(ii) all local municipalities within its area, if the municipality is a district municipality;

(iii) the relevant provincial treasury, and when requested, the National Treasury; and

(iv) any national or provincial organs of state, as may be prescribed; and

(e) provide, on request, any information relating to the budget-

(i) to the National Treasury; and

(ii) subject to any limitations that may be prescribed, to-

(aa) the national departments responsible for water, sanitation, electricity and any other service as may be prescribed;

(bb) any other national and provincial organ of states, as may be prescribed; and

(cc) another municipality affected by the budget."

In our continual attempts to better our selves we aspire to be progressive and as such attempt to comply as soon as possible with new prescriptions.



The most recent and comprehensive of these is found in Government Gazette no 32141 of 17 April 2009. Schedule A, Annual budgets and Supporting documentation of Municipalities.

Section 1 one of the regulations reads as follows:

“An annual budget and supporting documentation of a municipality must have all the headings in the sequence shown in the table of content below, contain the information described in this schedule and be appropriately page numbered, taking into account any guidelines issued by the Minister in terms of section 168 of the Act.”

Our budget as presented here is aligned with this regulation.

- a) The summary of the medium term service delivery objectives and the associated medium term financial implications in the annual budget is contained in the table below.

Standard Classification Description R thousand	2009/10 Medium Term Revenue & Expenditure Framework		
	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
Revenue - Standard			
<i>Governance and administration</i>	540 324	601 186	638 735
<i>Community and public safety</i>	2 000	2 100	2 205
<i>Economic and environmental services</i>	-	-	-
<i>Trading services</i>			
Electricity	159 000	166 950	175 298
Waste management	15 645	16 427	17 248
Revenue received on behalf of entity	43 087	45 618	48 676
Total Revenue - Standard	760 056	832 281	882 162
Expenditure - Standard			
<i>Governance and administration</i>	347 229	350 730	368 267
<i>Community and public safety</i>	77 708	75 294	79 059
<i>Economic and environmental services</i>	39 949	28 297	29 712
<i>Trading services</i>			
Electricity	170 233	178 745	187 683
Waste management	28 920	30 366	31 884
Expenditure on behalf of entity	57 836	56 562	56 337
Total Expenditure - Standard	721 875	719 994	752 941
Surplus/(Deficit) for the year	38 181	112 287	129 221

Note: The municipal entity is Map water and is rendering on behalf of the municipality water and sewerage services, the accounts rendered to the community however, is a consolidated account.



- b) The summary of linkages between the annual budget, the Integrated Development Plan and the political priorities at the national, provincial, district and local levels is contained in the table below.

Strategic Objective	Goal	2009/10 Medium Term Revenue & Expenditure Framework		
		Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand				
Sustainable Services	Electricity	170 233	178 745	187 683
Sustainable Services	Waste Management	28 920	30 366	31 884
Sustainable Services	Community	10 379	10 898	11 443
Infrastructure	Roads & Transport	22 831	10 323	10 839
Good Governance	Financial Management	268 002	278 042	291 943
Good Governance	Corporate Services	20 088	21 092	22 147
Good Governance	Legislative Authority	39 924	31 420	32 991
Good Governance	Office of the Municipal Manager	19 215	20 176	21 185
Environmental Management	Housing Spatial Development and Planning	21 998	16 798	17 638
Economic Development	Local Economic Development	7 068	7 421	7 792
Social Development	Parks, Sports and Recreation	16 356	17 174	18 033
Social Development	Municipal Infrastructure	10 050	10 553	11 081
Safety & Security	Public Safety & Transport	28 975	30 424	31 945
Sustainable Services	Waste & Water Management(Transfer form MAP to Entity for Service charges	57 836	56 562	56 337
		721 875	719 994	752 941

- c) The summary of infrastructure development objectives is contained in the table below.

Strategic Objective	Goal	Goal Code	2009/10 Medium Term Revenue & Expenditure Framework		
			Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand					
Sustainable Services	Waste Water Management	A	43 186	–	–
Sustainable Services	Water	B	41 777	11 695	15 348
Sustainable Services	Electricity	C	30 168	3 000	10 000
Sustainable Services	Community	F	4 335	–	–
Infrastructure	Roads & Transport	G	118 291	–	–
Infrastructure	Sport Stadium 2010	J	8 942	–	–
Infrastructure	Municipal Infrastructure	K	22 000	166 678	128 502
			268 699	181 373	153 850



- d) The summary of material amendments made to the annual budget after consultation processes is contained in the table below.

Change	Reason for change	Effect on budget



e) Other relevant information

1.2 Resolutions

1.2.1 ANNUAL BUDGET FOR THE 2009/10 AND MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK, IDP AND RELATED POLICIES

1.1 Consolidated Operating Budget

It is recommended

That the annual consolidated total operating income of R864,932,000 and annual consolidated total operating expenditure of R817,022,000 and indicative amounts for the two projected outer years 2010/11 and 2011/12, as set out in the following Schedules:

- (a) Operating revenue by source reflected in **Schedule 1 on Annexure 4 – Page 1**
- (b) Operating expenditure by vote reflected in **Schedule 2 on Annexure 4 – Page 2**
- (c) Operating expenditure by GFS classification reflected in **Schedule 2(a) on Annexure 4 – Page 3**

1.2 Consolidated Capital Budget

It is recommended

- (a) That the annual consolidated capital budget of R278,041,000 and the multi year appropriations by vote, GFS classification and funding for the two projected outer years 2010/11 and 2011/12, as set out in **Schedule 3, 3(a) and 4 on Annexure 4 from Page 4 to 6**

1.1.1 MAP Operating Budget

It is recommended

That the annual total operating income of R760,056,000 and annual total operating expenditure of R721,875 and indicative amounts for the two projected outer years 2010/11 and 2011/12, as set out in the following Schedules:

- (a) Operating revenue by source reflected in **Schedule 1 on Annexure 5 – Page 1(a)**
- (b) Operating expenditure by vote reflected in **Schedule 2 on Annexure 5 – Page 2(a)**
- (c) Operating expenditure by GFS classification reflected in **Schedule 2(a) on Annexure 5 – Page 3(a)**

1.1.2 MAP Capital Budget

It is recommended



- (a) That the annual capital budget of R268,699,000 and the multi year appropriations by vote, GFS classification and funding for the two projected outer years 2010/11 and 2011/12, as set out in Schedule **3, 3(a) and 4 on Annexure 5 from Page 4(a) to 6(a)**

1.1.1.1 MAP WATER Operating Budget

It is recommended

That the annual total operating income of R104,876,000 and annual total operating expenditure of R95,147,000 and indicative amounts for the two projected outer years 2010/11 and 2011/12, as set out in the following Schedules:

- (a) Operating revenue by source reflected in **Schedule 1 on Annexure 6 – Page 1(b)**
- (b) Operating expenditure by vote reflected in **Schedule 2 on Annexure 6 – Page 2(b)**
- (c) Operating expenditure by GFS classification reflected in **Schedule 2(a) on Annexure 6 – Page 3(b)**

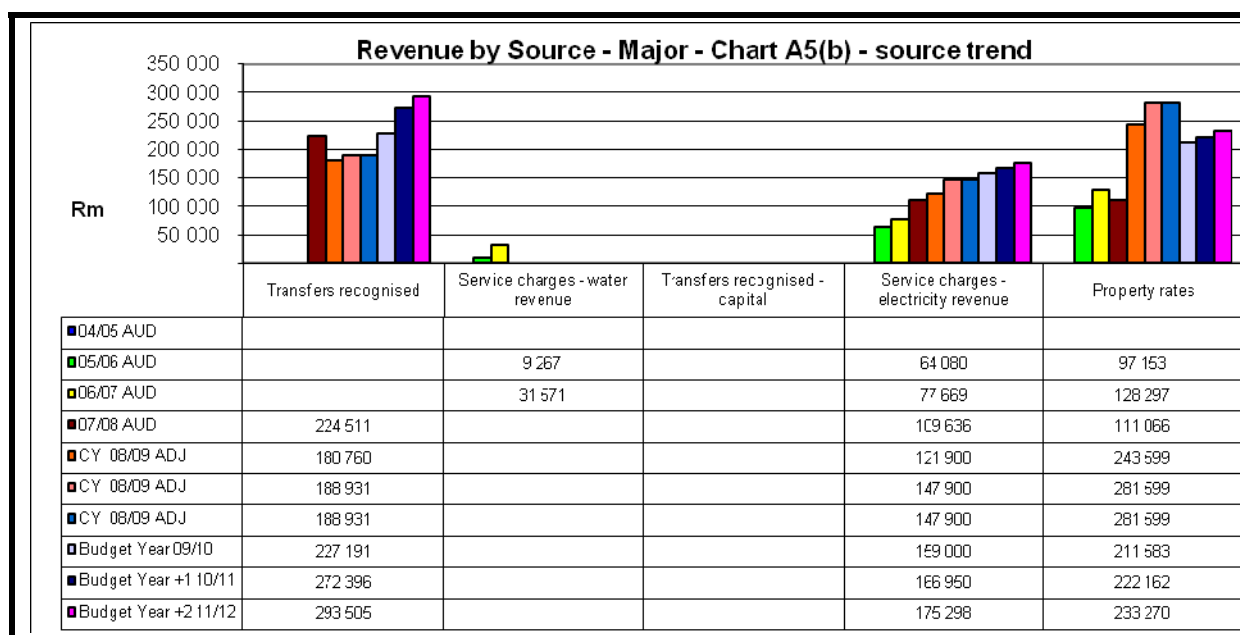
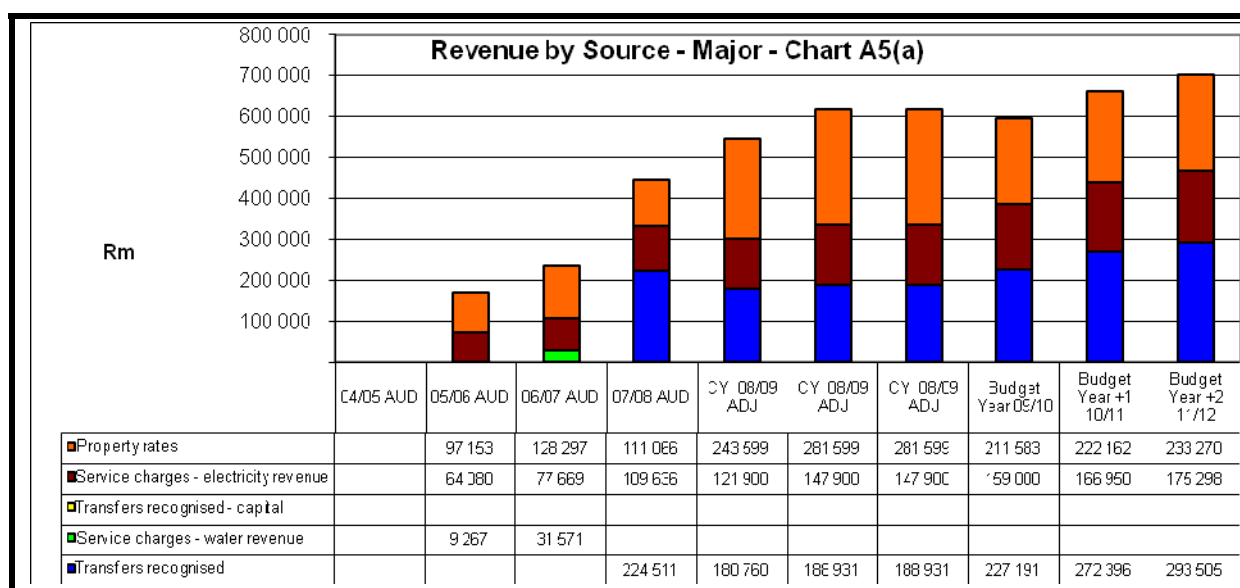
1.1.1.2 MAP WATER Capital Budget

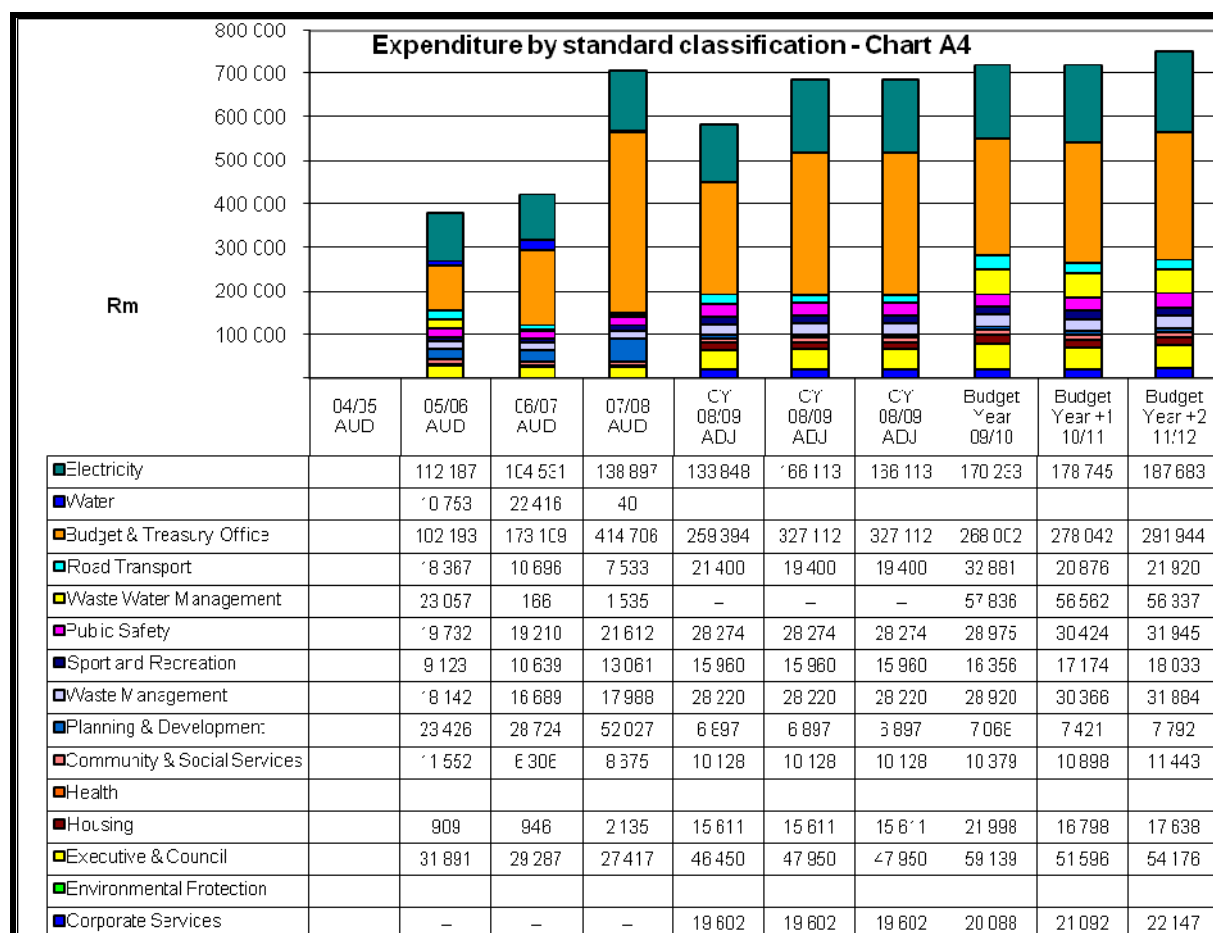
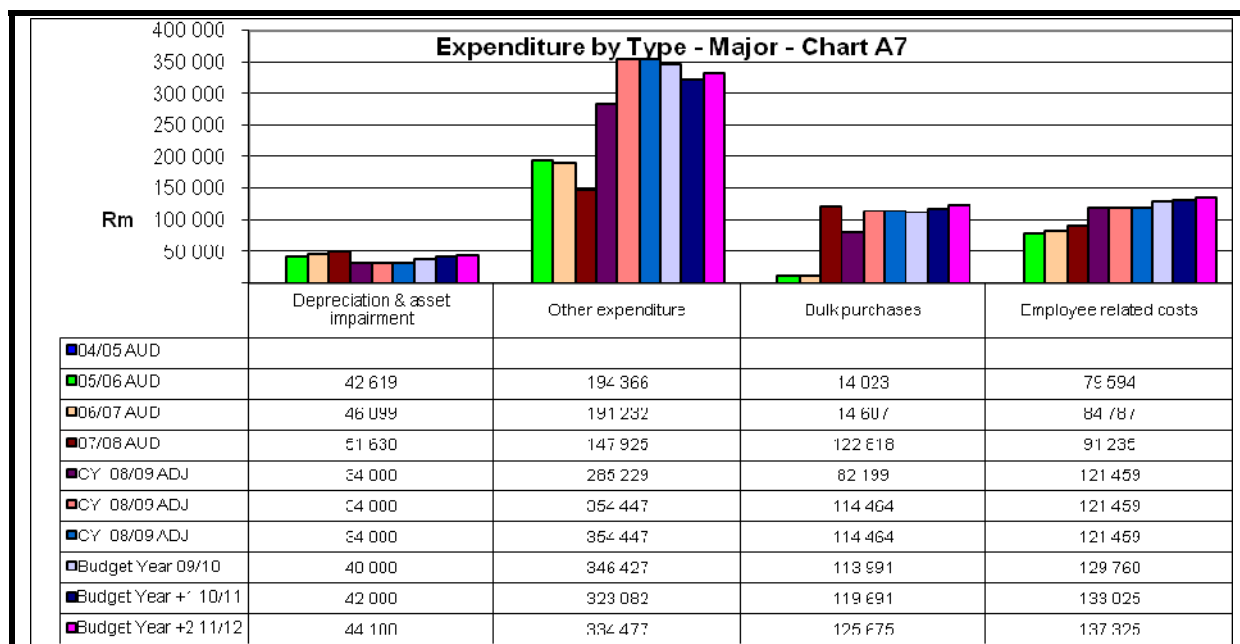
It is recommended

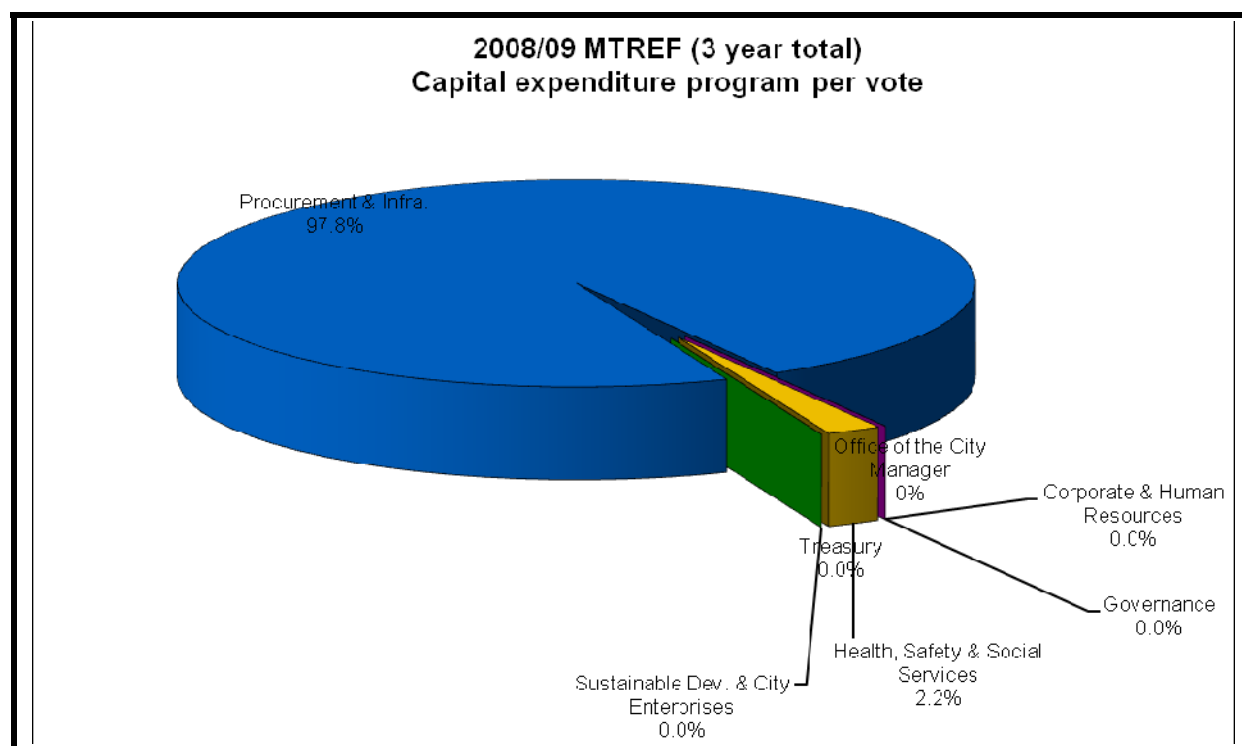
- (a) That the annual capital budget of R9,342,000 and the multi year appropriations by vote, GFS classification and funding for the two projected outer years 2010/11 and 2011/12, as set out in Schedule **3, 3(a) and 4 from Page 4(b) to 6(b)**
- (b) That note be taken of the property rates and any other municipal tax reflected in Annexure 8 from page 1 to 36, proposed for the budget year 2009/2010.
- (c) That the list of capital project for 2009/2010 be approved as on Annexure 9



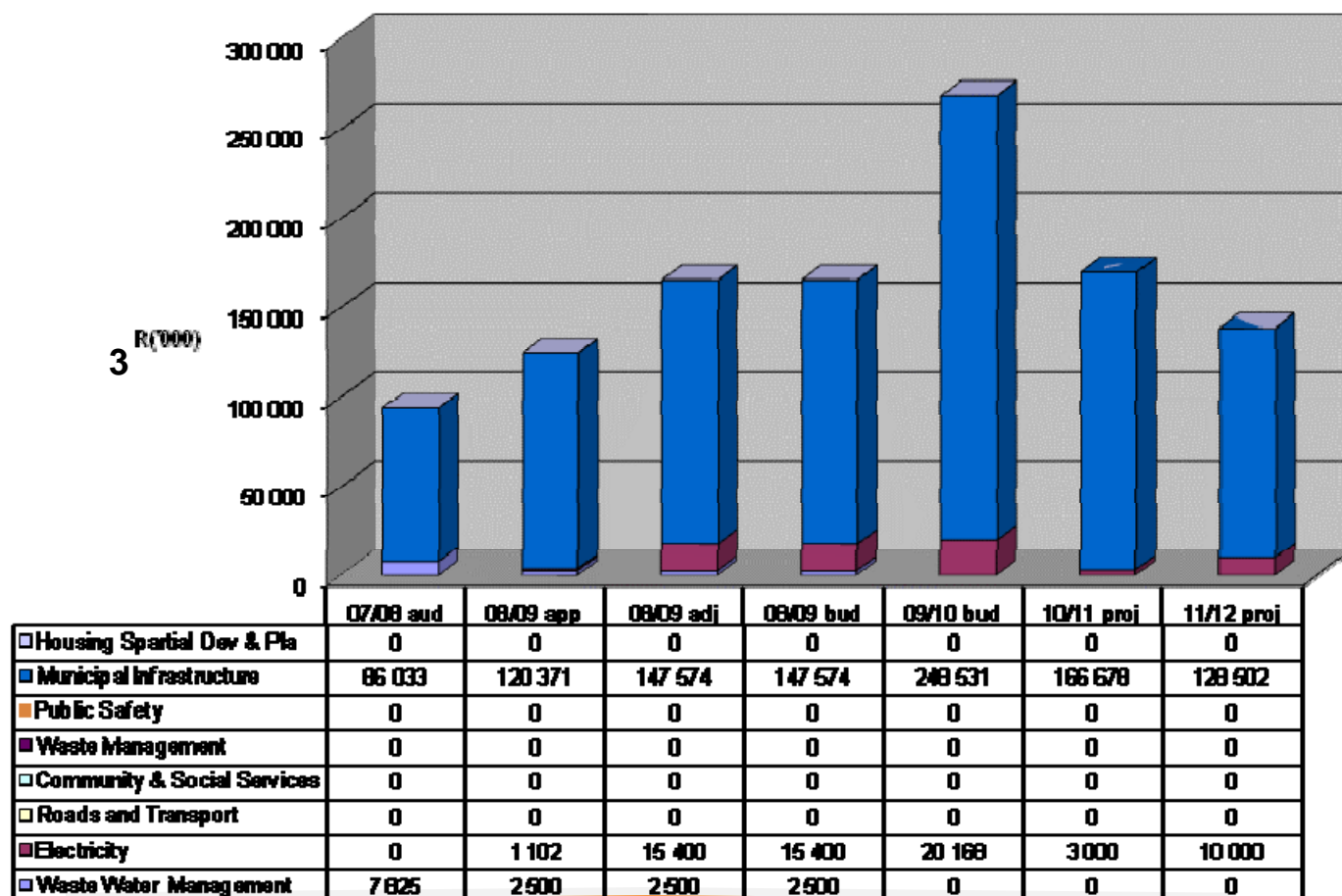
1.3 Executive Summary

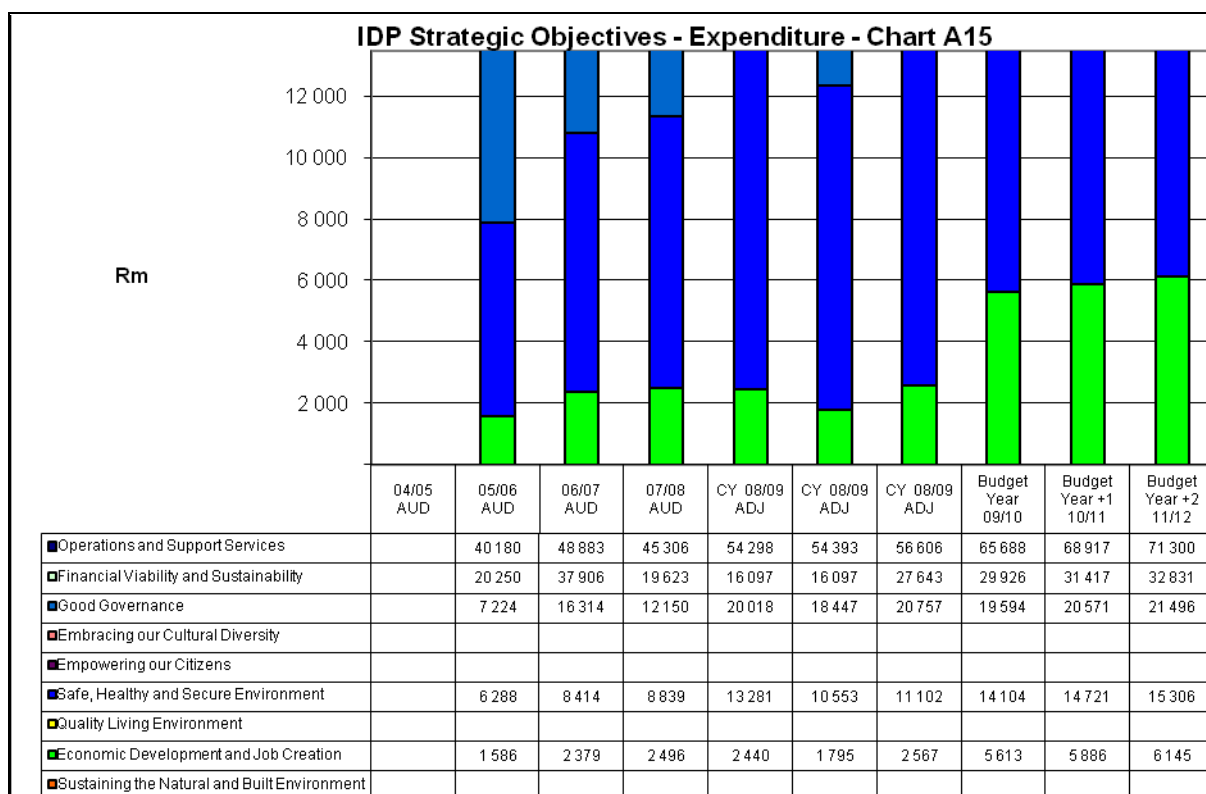






Capital Expenditure by Major Vote (see next chart for breakdown of other)







FS194 Maluti-a-Phofung - Table A1 Budget Summary

Description	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousands									
Financial Performance									
Property rates	97 153	128 297	111 066	243 599	281 599	281 599	211 583	222 162	233 270
Service charges	82 353	134 811	171 978	148 300	227 135	227 135	297 732	312 995	329 422
Investment revenue	14 335	18 525	8 716	4 800	6 000	6 000	9 000	9 450	9 923
Transfers recognised - operational	-	-	224 511	180 760	188 931	188 931	227 191	272 396	293 505
Other own revenue	234 069	217 924	15 680	8 500	14 500	14 500	14 550	15 278	16 042
Total Revenue (excluding capital transfers and contributions)	427 910	499 556	531 951	585 959	718 165	718 165	760 056	832 281	882 162
Employee costs	79 594	84 787	91 235	121 459	121 459	121 459	129 760	133 025	137 325
Remuneration of councillors	10 403	15 392	17 791	16 504	16 504	16 504	17 411	18 369	19 657
Depreciation & asset impairment	42 619	46 099	51 630	34 000	34 000	34 000	40 000	42 000	44 100
Finance charges	-	-	2 240	7 276	5 276	5 276	7 246	4 232	4 443
Materials and bulk purchases	14 023	14 607	122 818	82 199	114 464	114 464	113 991	119 691	125 675
Transfers and grants	-	-	37 996	21 117	21 117	21 117	47 040	58 595	65 214
Other expenditure	220 704	242 523	381 916	303 229	372 447	372 447	366 427	344 082	356 527
Total Expenditure	367 342	403 409	705 626	585 784	685 267	685 267	721 875	719 994	752 941
Surplus/(Deficit)	60 568	96 147	(173 675)	175	32 898	32 898	38 181	112 287	129 221
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions recognised - capital & contributed a	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	60 568	96 147	(173 675)	175	32 898	32 898	38 181	112 287	129 221
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	60 568	96 147	(173 675)	175	32 898	32 898	38 181	112 287	129 221
Capital expenditure & funds sources									
Capital expenditure	119 688	83 344	63 540	93 858	171 973	213 474	268 699	181 373	153 850
Transfers recognised - capital	113 427	83 743	63 540	93 850	123 938	165 439	172 518	181 373	153 850
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	48 000	48 000	58 000	-	-
Internally generated funds	6 261	-	-	8	35	35	38 181	-	-
Total sources of capital funds	119 688	83 743	63 540	93 858	171 973	213 474	268 699	181 373	153 850
Financial position									
Total current assets	172 928	241 074	503 520	324 190	234 846	234 846	140 586	147 615	154 996
Total non current assets	591 564	629 208	641 120	673 177	706 835	706 835	779 286	818 250	859 163
Total current liabilities	29 380	37 089	431 801	126 133	75 169	75 169	35 518	29 007	26 107
Total non current liabilities	20 575	13 666	12 078	12 682	13 316	13 982	15 415	16 185	16 995
Community wealth/Equity	442 671	478 561	24 593	25 822	27 114	28 469	31 387	32 957	34 605
Cash flows									
Net cash from (used) operating	634 326	96 801	12 600	15 876	19 315	22 927	26 719	30 701	34 882
Net cash from (used) investing	(31 038)	(79 515)	(33 214)	32 015	33 649	35 320	37 113	38 887	40 794
Net cash from (used) financing	(11 195)	(6 798)	3 265	3 527	3 801	4 090	4 392	4 710	5 044
Cash/cash equivalents at the year end	592 092	602 581	585 232	51 417	56 765	62 337	68 225	142 523	223 243
Cash backing/surplus reconciliation									
Cash and investments available	26	19 275	50 984	53 551	56 229	56 229	61 971	65 069	68 323
Application of cash and investments	(83 799)	(135 918)	56 268	(37 516)	15 835	15 501	72 903	37 608	35 149
Balance - surplus (shortfall)	83 826	155 193	(5 284)	91 067	40 394	40 728	(10 932)	27 462	33 174
Asset management									
Asset register summary (WDV)	591 564	629 208	641 120	662 172	687 578	716 564	748 618	783 407	820 728
Depreciation & asset impairment	42 619	46 099	51 630	34 000	34 000	34 000	40 000	42 000	44 100
Renewal of Existing Assets	-	-	-	-	-	-	27 261	-	-
Repairs and Maintenance	-	-	-	-	-	-	-	-	-
Free services									
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-
Households below minimum service level									
Water:	-	-	133 000	147 000	161 000	178 000	186 000	196 000	206 000
Sanitation/sewerage:	-	-	920 000	966 000	966 000	966 000	1 014 000	1 065 000	1 118 000
Energy:	-	-	5 465 000	5 739 000	5 739 000	5 739 000	6 026 000	6 327 000	6 643 000
Refuse:	-	-	39 710	41 696	43 780	45 969	48 268	50 681	53 215



FS194 Maluti-a-Phofung - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand	1									
Revenue - Standard										
<i>Governance and administration</i>		237 476	200 105	265 674	447 159	553 365	553 365	540 324	601 186	638 735
Executive and council		—	4 510	—	—	—	—	—	—	—
Budget and treasury office		237 476	195 595	265 674	447 159	553 365	553 365	540 324	601 186	638 735
Corporate services		—	—	—	—	—	—	—	—	—
<i>Community and public safety</i>		2 370	23 957	2 978	16 900	16 900	16 900	2 000	2 100	2 205
Community and social services		42	8 782	37	14 900	14 900	14 900	—	—	—
Sport and recreation		1 497	11 365	2 027	—	—	—	—	—	—
Public safety		827	3 807	896	2 000	2 000	2 000	2 000	2 100	2 205
Housing		—	—	18	—	—	—	—	—	—
Health		4	2	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		104 814	119 713	94 684	—	—	—	—	—	—
Planning and development		104 749	105 188	94 478	—	—	—	—	—	—
Road transport		65	14 525	207	—	—	—	—	—	—
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		83 250	155 780	168 615	121 900	147 900	147 900	217 732	228 995	241 222
Electricity		64 839	94 513	110 645	121 900	147 900	147 900	159 000	166 950	175 298
Water		9 311	31 620	32 370	—	—	—	—	—	—
Waste water management		1 297	1 924	1 947	—	—	—	—	—	—
Waste management		7 803	27 723	23 653	—	—	—	15 645	16 427	17 248
Other	4	—	—	—	—	—	—	43 087	45 618	48 676
Total Revenue - Standard	2	427 910	499 556	531 951	585 959	718 165	718 165	760 056	832 281	882 162
Expenditure - Standard										
<i>Governance and administration</i>		134 084	202 396	442 122	325 446	394 664	394 664	347 229	350 730	368 267
Executive and council		31 891	29 287	27 417	46 450	47 950	47 950	59 139	51 596	54 176
Budget and treasury office		102 193	173 109	414 706	259 394	327 112	327 112	268 002	278 042	291 944
Corporate services		—	—	—	19 602	19 602	19 602	20 088	21 092	22 147
<i>Community and public safety</i>		41 316	37 100	45 483	69 973	69 973	69 973	77 708	75 294	79 059
Community and social services		11 552	6 306	8 675	10 128	10 128	10 128	10 379	10 898	11 443
Sport and recreation		9 123	10 639	13 061	15 960	15 960	15 960	16 356	17 174	18 033
Public safety		19 732	19 210	21 612	28 274	28 274	28 274	28 975	30 424	31 945
Housing		909	946	2 135	15 611	15 611	15 611	21 998	16 798	17 638
Health		—	—	—	—	—	—	—	—	—
<i>Economic and environmental services</i>		41 794	39 419	59 561	28 297	26 297	26 297	39 949	28 297	29 712
Planning and development		23 426	28 724	52 027	6 897	6 897	6 897	7 068	7 421	7 792
Road transport		18 367	10 696	7 533	21 400	19 400	19 400	32 881	20 876	21 920
Environmental protection		—	—	—	—	—	—	—	—	—
<i>Trading services</i>		164 139	143 802	158 460	162 068	194 333	194 333	256 989	265 673	275 904
Electricity		112 187	104 531	138 897	133 848	166 113	166 113	170 233	178 745	187 683
Water		10 753	22 416	40	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—	—
Waste management		18 142	16 689	17 988	28 220	28 220	28 220	28 920	30 366	31 884
Other	4	23 057	166	1 535	—	—	—	57 836	56 562	56 337
Total Expenditure - Standard	3	381 334	422 717	705 626	585 784	685 267	685 267	721 875	719 994	752 941
Surplus/(Deficit) for the year		46 576	76 839	(173 675)	175	32 898	32 898	38 181	112 287	129 221



FS194 Maluti-a-Phofung - Table A4 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand										
Revenue by Vote	1									
Legislative Authority		-	4 510	-	-	-	-	-	-	-
Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Financial Services		237 477	195 595	365 690	447 159	553 365	553 365	540 324	601 186	638 735
Corporate Services		-	-	-	-	-	-	-	-	-
Community Services		7 841	36 506	11 231	14 900	14 900	14 900	15 645	16 427	17 248
Public Safety		828	3 807	-	2 000	2 000	2 000	2 000	2 100	2 205
Housing Spatial Development and Planning		104 749	105 188	-	-	-	-	-	-	-
Municipal Infrastructure		64 904	109 037	109 636	121 900	147 900	147 900	159 000	166 950	175 298
LED and Tourism		-	-	-	-	-	-	-	-	-
Parks, Sport and Recreation		1 498	11 365	-	-	-	-	-	-	-
Sanitation & Sewerage		1 297	1 924	45 394	-	-	-	43 087	45 618	48 676
Clinical Services		4	2	-	-	-	-	-	-	-
Water		9 311	31 620	-	-	-	-	-	-	-
Example 14 - Vote14		-	-	-	-	-	-	-	-	-
Example 15 - Vote15		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	427 910	499 556	531 951	585 959	718 165	718 165	760 056	832 281	882 162
Expenditure by Vote to be appropriated	1									
Legislative Authority		31 891	29 287	27 417	27 700	29 200	29 200	39 924	31 420	32 991
Office of the Municipal Manager		-	-	-	18 750	18 750	18 750	19 215	20 176	21 185
Financial Services		102 193	173 109	414 706	259 394	327 112	327 112	268 002	278 042	291 944
Corporate Services		-	-	-	19 602	19 602	19 602	20 088	21 092	22 147
Community Services		29 695	22 995	26 698	38 348	38 348	38 348	39 299	41 264	43 327
Public Safety		19 732	19 210	21 612	28 274	28 274	28 274	28 975	30 424	31 945
Housing Spatial Development and Planning		24 335	29 669	54 163	15 611	15 611	15 611	21 998	16 798	17 638
Municipal Infrastructure		128 588	115 084	146 394	155 248	185 514	185 514	203 114	199 621	209 603
LED and Tourism		-	-	-	6 897	6 897	6 897	7 068	7 421	7 792
Parks, Sport and Recreation		9 123	10 639	13 061	15 960	15 960	15 960	16 356	17 174	18 033
Sanitation & Sewerage		23 057	166	1 535	-	-	-	57 836	56 562	56 337
Clinical Services		1 967	143	35	-	-	-	-	-	-
Water		10 753	22 416	40	-	-	-	-	-	-
Example 14 - Vote14		-	-	-	-	-	-	-	-	-
Example 15 - Vote15		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	381 334	422 717	705 661	585 784	685 267	685 267	721 875	719 994	752 941
Surplus/(Deficit) for the year	2	46 576	76 839	(173 710)	175	32 898	32 898	38 181	112 287	129 221



FS194 Maluti-a-Phofung - Table A4 Budgeted Financial Performance (revenue and expenditure)

1754 Mainland - F100 - Table A4 Budgeted Financial Performance (Revenue and expenditure)										
Description	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
Revenue By Source										
Property rates	2	97 153	128 297	111 066	243 599	281 599	281 599	211 583	222 162	233 270
Property rates - penalties & collection charges										
Service charges - electricity revenue	2	64 080	77 669	109 636	121 900	147 900	147 900	159 000	166 950	175 298
Service charges - water revenue	2	9 267	31 571	—	—	—	—	—	—	—
Service charges - sanitation revenue	2	7 471	11 953	45 394	—	—	—	43 087	45 618	48 676
Service charges - refuse revenue	2	1 535	13 618	11 231	14 900	14 900	14 900	15 645	16 427	17 248
Service charges - other				5 717	11 500	64 335	64 335	80 000	84 000	88 200
Rental of facilities and equipment				—	500	500	500	550	578	607
Interest earned - external investments		14 335	18 525	8 716	4 800	6 000	6 000	9 000	9 450	9 923
Interest earned - outstanding debtors		4 819	13 048	15 680	6 000	12 000	12 000	12 000	12 600	13 230
Dividends received										
Fines				—	2 000	2 000	2 000	2 000	2 100	2 205
Licences and permits										
Agency services										
Transfers recognised - operational				224 511	180 760	188 931	188 931	227 191	272 396	293 505
Other revenue	2	229 249	204 875	—	—	—	—	—	—	—
Gains on disposal of PPE										
Total Revenue (excluding capital transfers and contributions)		427 910	499 556	531 951	585 959	718 165	718 165	760 056	832 281	882 162
Expenditure By Type										
Employee related costs	2	79 594	84 787	91 235	121 459	121 459	121 459	129 760	133 025	137 325
Remuneration of councillors		10 403	15 392	17 791	16 504	16 504	16 504	17 411	18 369	19 657
Debt impairment	3	26 338	51 291	233 991	18 000	18 000	18 000	20 000	21 000	22 050
Depreciation & asset impairment	2	42 619	46 099	51 630	34 000	34 000	34 000	40 000	42 000	44 100
Finance charges				2 240	7 276	5 276	5 276	7 246	4 232	4 443
Bulk purchases	2	14 023	14 607	122 818	82 199	114 464	114 464	113 991	119 691	125 675
Other materials	8									
Contracted services		—	—	—	—	—	—	—	—	—
Transfers and grants				37 996	21 117	21 117	21 117	47 040	58 595	65 214
Other expenditure	4, 5	194 366	191 232	147 925	285 229	354 447	354 447	346 427	323 082	334 477
Loss on disposal of PPE										
Total Expenditure		367 342	403 409	705 626	585 784	685 267	685 267	721 875	719 994	752 941
Surplus/(Deficit)		60 568	96 147	(173 675)	175	32 898	32 898	38 181	112 287	129 221
Transfers recognised - capital										
Contributions recognised - capital	6	—	—	—	—	—	—	—	—	—
Contributed assets										
Surplus/(Deficit) after capital transfers & contributions		60 568	96 147	(173 675)	175	32 898	32 898	38 181	112 287	129 221
Taxation										
Surplus/(Deficit) after taxation		60 568	96 147	(173 675)	175	32 898	32 898	38 181	112 287	129 221
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		60 568	96 147	(173 675)	175	32 898	32 898	38 181	112 287	129 221
Share of surplus/ (deficit) of associate	7									
Surplus/(Deficit) for the year		60 568	96 147	(173 675)	175	32 898	32 898	38 181	112 287	129 221



FS194 Maluti-a-Phofung - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand	1									
Capital expenditure - Vote										
Multi-year expenditure, to be appropriated	2									
Legislative Authority		60	973	2	-	-	-	-	-	-
Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Financial Services		3 110	678	41	-	-	-	-	-	-
Corporate Services		-	-	-	-	-	-	-	-	-
Community Services		1 781	307	9 772	-	-	-	4 335	-	-
Public Safety		567	2 178	1 228	-	-	-	-	-	-
Housing Spatial Development and Planning		-	3 505	3 579	-	-	-	-	-	-
Municipal Infrastructure		51 336	28 008	33 386	86 033	121 473	162 974	143 198	169 678	138 502
LED and Tourism		-	-	-	-	48 000	48 000	-	-	-
Parks, Sport and Recreation		4 430	4 385	875	-	-	-	8 942	-	-
Sanitation & Sewerage		32 777	19 744	-	7 825	2 500	2 500	43 186	11 695	15 348
Clinical Services		-	-	204	-	-	-	-	-	-
Water		25 627	23 565	14 453	-	-	-	41 777	-	-
Example 14 - Vote14		-	-	-	-	-	-	-	-	-
Example 15 - Vote15		-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	119 688	83 344	63 540	93 858	171 973	213 474	241 438	181 373	153 850
Single-year expenditure to be appropriated	2									
Legislative Authority		-	-	-	-	-	-	-	-	-
Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Financial Services		-	-	-	-	-	-	-	-	-
Corporate Services		-	-	-	-	-	-	-	-	-
Community Services		-	-	-	-	-	-	-	-	-
Public Safety		-	-	-	-	-	-	-	-	-
Housing Spatial Development and Planning		-	-	-	-	-	-	-	-	-
Municipal Infrastructure		-	-	-	-	-	-	-	-	-
LED and Tourism		-	-	-	-	-	-	-	-	-
Parks, Sport and Recreation		-	-	-	-	-	-	-	-	-
Sanitation & Sewerage		-	-	-	-	-	-	-	-	-
Clinical Services		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Example 14 - Vote14		-	-	-	-	-	-	-	-	-
Example 15 - Vote15		-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Vote		119 688	83 344	63 540	93 858	171 973	213 474	241 438	181 373	153 850
Capital Expenditure - Standard										
Governance and administration		3 170	1 651	43	-	-	-	-	-	-
Executive and council		60	973	2	-	-	-	-	-	-
Budget and treasury office		3 110	678	41	-	-	-	-	-	-
Corporate services		-	-	-	-	-	-	-	-	-
Community and public safety		6 778	10 376	14 293	-	-	-	13 277	-	-
Community and social services		1 781	307	8 407	-	-	-	4 335	-	-
Sport and recreation		4 430	4 385	875	-	-	-	8 942	-	-
Public safety		567	2 178	1 228	-	-	-	-	-	-
Housing		-	3 505	3 579	-	-	-	-	-	-
Health		-	-	204	-	-	-	-	-	-
Economic and environmental services		19 732	14 567	26 449	86 033	168 371	195 574	140 291	166 678	128 502
Planning and development		-	-	-	-	48 000	48 000	22 000	-	-
Road transport		19 732	14 567	26 449	86 033	120 371	147 574	118 291	166 678	128 502
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		90 007	56 750	22 755	7 825	3 602	17 900	115 131	14 695	25 348
Electricity		31 604	13 441	6 937	-	1 102	15 400	30 168	3 000	10 000
Water		25 627	23 565	14 453	-	-	-	41 777	-	-
Waste water management		32 777	19 744	-	7 825	2 500	2 500	43 186	11 695	15 348
Waste management		-	-	1 365	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard	3	119 688	83 344	63 540	93 858	171 973	213 474	268 699	181 373	153 850
Funded by:										
National Government		112 210	73 903	62 709	93 850	123 938	165 439	172 518	181 373	153 850
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		1 217	9 840	831	-	-	-	-	-	-
Transfers recognised - capital	4	113 427	83 743	63 540	93 850	123 938	165 439	172 518	181 373	153 850
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	48 000	48 000	58 000	-	-
Internally generated funds		6 261	-	-	7 795	34 998	34 998	38 181	-	-
Total Capital Funding	7	119 688	83 743	63 540	93 856	171 973	213 474	268 699	181 373	153 850



FS194 Maluti-a-Phofung - Table A6 Budgeted Financial Position

Description		Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
ASSETS											
Current assets											
Cash			26	–	–	19	19	19			
Call investment deposits	1		–	19 275	50 984	53 533	56 209	56 209	61 971	65 069	68 323
Consumer debtors	1		140 863	201 566	67 911	67 911	71 306	71 306	78 615	82 546	86 673
Other debtors			30 293	18 448	383 150	201 154	105 606	105 606			
Current portion of long-term receivables			290	132	24	50	104	104			
Inventory	2		1 455	1 652	1 452	1 525	1 601	1 601			
Total current assets			172 928	241 074	503 520	324 190	234 846	234 846	140 586	147 615	154 996
Non current assets											
Long-term receivables											
Investments											
Investment property											
Investment in Associate											
Property, plant and equipment	3		591 564	629 208	641 120	673 177	706 835	706 835	779 286	818 250	859 163
Agricultural											
Biological											
Intangible											
Other non-current assets											
Total non current assets			591 564	629 208	641 120	673 177	706 835	706 835	779 286	818 250	859 163
TOTAL ASSETS			764 492	870 282	1 144 640	997 366	941 681	941 681	919 872	965 865	1 014 159
LIABILITIES											
Current liabilities											
Bank overdraft	1										
Borrowing	4		5 292	1 883	1 445	1 517	1 593	1 593	1 756	1 844	1 936
Consumer deposits											
Trade and other payables	4		24 087	35 206	430 357	124 616	73 576	73 576	33 762	27 163	24 171
Provisions											
Total current liabilities			29 380	37 089	431 801	126 133	75 169	75 169	35 518	29 007	26 107
Non current liabilities											
Borrowing			15 724	13 666	12 078	12 682	13 316	13 982	15 415	16 185	16 995
Provisions			4 851	–	–	–	–	–	–	–	–
Total non current liabilities			20 575	13 666	12 078	12 682	13 316	13 982	15 415	16 185	16 995
TOTAL LIABILITIES			49 955	50 755	443 879	138 814	88 485	89 150	50 933	45 192	43 101
NET ASSETS			714 537	819 527	700 761	858 552	853 197	852 531	868 939	920 673	971 057
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)											
Reserves	4		442 671	478 561	24 593	25 822	27 114	28 469	31 387	32 957	34 605
Minorities' interests											
TOTAL COMMUNITY WEALTH/EQUITY			442 671	478 561	24 593	25 822	27 114	28 469	31 387	32 957	34 605



FS194 Maluti-a-Phofung - Table A7 Budgeted Cash Flows

Description		Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other			329 418	399 335	43 362	45 530	47 807	50 197	52 707	55 342	58 109
Government - operating	1										
Government - capital	1										
Interest			19 154	31 573	24 396	25 616	26 896	28 241	29 653	31 136	32 693
Dividends											
Payments											
Suppliers and employees			290 658	(331 550)	(52 918)	(52 918)	(52 918)	(52 918)	(52 918)	(52 918)	(52 918)
Finance charges			(4 905)	(2 557)	(2 240)	(2 352)	(2 470)	(2 593)	(2 723)	(2 859)	(3 002)
Transfers and Grants	1										
NET CASH FROM/(USED) OPERATING ACTIVITIES			634 326	96 801	12 600	15 876	19 315	22 927	26 719	30 701	34 882
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			(119 688)	(83 743)	(63 540)	172	213	213	251	181	154
Decrease (Increase) in non-current debtors											
Decrease (increase) other non-current receivables			290	292	132	139	146	153	161	169	177
Decrease (increase) in non-current investments			88 360	3 936	30 194	31 704	33 289	34 954	36 701	38 536	40 463
Payments											
Capital assets											
NET CASH FROM/(USED) INVESTING ACTIVITIES			(31 038)	(79 515)	(33 214)	32 015	33 649	35 320	37 113	38 887	40 794
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans			(7 449)	(4 851)		-	-	-	-	-	-
Borrowing long term/refinancing			(3 777)	(2 058)	(1 967)	(1 967)	(1 967)	(1 967)	(1 967)	(1 967)	(1 967)
Increase (decrease) in consumer deposits			31	111	5 232	5 493	5 768	6 057	6 359	6 677	7 011
Payments											
Repayment of borrowing											
NET CASH FROM/(USED) FINANCING ACTIVITIES			(11 195)	(6 798)	3 265	3 527	3 801	4 090	4 392	4 710	5 044
NET INCREASE/ (DECREASE) IN CASH HELD			592 092	10 489	(17 349)	51 417	56 765	62 337	68 225	74 298	80 720
Cash/cash equivalents at the year begin:	2			592 092	602 581					68 225	142 523
Cash/cash equivalents at the year end:	2		592 092	602 581	585 232	51 417	56 765	62 337	68 225	142 523	223 243



FS194 Maluti-a-Phofung - Table A8 Cash backed reserves/accumulated surplus reconciliation

2009/10 Medium Term Revenue & Expenditure Framework											
Description		Ref	2005/06	2006/07	2007/08	Current Year 2008/09		2009/10 Medium Term Revenue & Expenditure Framework			
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
Cash and investments available											
Cash/cash equivalents at the year end		1	592 092	602 581	585 232	51 417	56 765	62 337	68 225	142 523	223 243
Other current investments > 90 days			(592 066)	(583 306)	(534 248)	2 134	(536)	(6 108)	(6 254)	(77 453)	(154 920)
Non current assets - Investments		1	-	-	-	-	-	-	-	-	-
Cash and investments available:			26	19 275	50 984	53 551	56 229	56 229	61 971	65 069	68 323
Application of cash and investments											
Unspent conditional transfers			1 186	3 111	14 790	15 530	16 306	16 306	17 977	18 876	19 820
Unspent borrowing											
Statutory requirements		2									
Other working capital requirements		3	(84 986)	(139 029)	41 478	(53 045)	(471)	(805)	54 925	18 731	15 329
Other provisions											
Long term investments committed		4	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		5									
Total Application of cash and investments:			(83 799)	(135 918)	56 268	(37 516)	15 835	15 501	72 903	37 608	35 149
Surplus(shortfall)			83 826	155 193	(5 284)	91 067	40 394	40 728	(10 932)	27 462	33 174



Maluti-A-Phofung Municipality Budget 2009 /2010 Medium Term Revenue Expenditure Framework, IDP and related policies

FS194 Maluti-a-Phofung - Table A9 Asset Management

3194 Mainu-a-Prioring - Table A9 Asset management											
Description		Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
CAPITAL EXPENDITURE											
Total New Assets		1	591 564	629 208	641 120	172	213	213	241	181	154
Infrastructure - Road transport			53 798	62 331	68 885	17	42	42	91	20	12
Infrastructure - Electricity			328 493	316 039	296 748	1	15	15	30	3	10
Infrastructure - Water			184 759	215 676	214 744	44	44	44	42	23	-
Infrastructure - Sanitation			-	-	-	0	0	0	43	29	-
Infrastructure - Other			759	721	14 824	42	45	45	-	57	117
Infrastructure			567 808	594 767	595 203	104	146	146	206	132	139
Community			10 097	19 434	31 441	17	17	17	13	-	-
Heritage assets			-	-	-	-	-	-	-	-	-
Investment properties			-	-	-	-	-	-	-	-	-
Other assets		6	13 659	15 006	14 477	51	51	51	22	49	15
Agricultural Assets			-	-	-	-	-	-	-	-	-
Biological assets			-	-	-	-	-	-	-	-	-
Intangibles			-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets		2	-	-	-	-	-	-	27 261	-	-
Infrastructure - Road transport			-	-	-	-	-	-	27 261	-	-
Infrastructure - Electricity			-	-	-	-	-	-	-	-	-
Infrastructure - Water			-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation			-	-	-	-	-	-	-	-	-
Infrastructure - Other			-	-	-	-	-	-	-	-	-
Infrastructure			-	-	-	-	-	-	27 261	-	-
Community			-	-	-	-	-	-	-	-	-
Heritage assets			-	-	-	-	-	-	-	-	-
Investment properties			-	-	-	-	-	-	-	-	-
Other assets		6	-	-	-	-	-	-	-	-	-
Agricultural Assets			-	-	-	-	-	-	-	-	-
Biological assets			-	-	-	-	-	-	-	-	-
Intangibles			-	-	-	-	-	-	-	-	-
Total Capital Expenditure		4	591 564	629 208	641 120	172	213	213	27 352	20	12
Infrastructure - Road transport			53 798	62 331	68 885	17	42	42	27 352	20	12
Infrastructure - Electricity			328 493	316 039	296 748	1	15	15	30	3	10
Infrastructure - Water			184 759	215 676	214 744	44	44	44	42	23	-
Infrastructure - Sanitation			-	-	-	0	0	0	43	29	-
Infrastructure - Other			759	721	14 824	42	45	45	-	57	117
Infrastructure			567 808	594 767	595 203	104	146	146	27 467	132	139
Community			10 097	19 434	31 441	17	17	17	13	-	-
Heritage assets			-	-	-	-	-	-	-	-	-
Investment properties			-	-	-	-	-	-	-	-	-
Other assets		6	13 659	15 006	14 477	51	51	51	22	49	15
Agricultural Assets			-	-	-	-	-	-	-	-	-
Biological assets			-	-	-	-	-	-	-	-	-
Intangibles			-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class		2	591 564	629 208	641 120	172	213	213	27 502	181	154
ASSET REGISTER SUMMARY - PPE (WDV)											
Infrastructure - Road transport		5	53 798	62 331	68 885	72 330	75 946	79 744	83 731	87 917	92 313
Infrastructure - Electricity			328 493	316 039	296 748	311 586	327 165	343 523	360 700	378 735	397 671
Infrastructure - Water			184 759	215 676	214 744	225 482	236 756	248 593	261 023	274 074	287 778
Infrastructure - Sanitation			-	-	-	-	-	-	-	-	-
Infrastructure - Other			759	721	14 824	15 566	16 344	17 161	18 019	18 920	19 866
Infrastructure			567 808	594 767	595 203	624 963	656 211	689 021	723 473	759 646	797 629
Community			10 097	19 434	31 441	22 009	15 406	10 784	7 549	5 284	3 699
Heritage assets			-	-	-	-	-	-	-	-	-
Investment properties			-	-	-	-	-	-	-	-	-
Other assets			13 659	15 006	14 477	15 200	15 960	16 758	17 596	18 476	19 400
Agricultural Assets			-	-	-	-	-	-	-	-	-
Biological assets			-	-	-	-	-	-	-	-	-
Intangibles			-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WV)		5	591 564	629 208	641 120	662 172	687 578	716 564	748 618	783 407	820 728
EXPENDITURE OTHER ITEMS											
Depreciation & asset impairment			42 619	46 099	51 630	34 000	34 000	34 000	40 000	42 000	44 100
Repairs and Maintenance by Asset Class		3	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport			-	-	-	-	-	-	-	-	-
Infrastructure - Electricity			-	-	-	-	-	-	-	-	-
Infrastructure - Water			-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation			-	-	-	-	-	-	-	-	-
Infrastructure - Other			-	-	-	-	-	-	-	-	-
Infrastructure			-	-	-	-	-	-	-	-	-
Community			-	-	-	-	-	-	-	-	-
Heritage assets			-	-	-	-	-	-	-	-	-
Investment properties			-	-	-	-	-	-	-	-	-
Other assets		6, 7	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS			42 619	46 099	51 630	34 000	34 000	34 000	40 000	42 000	44 100
% of capital exp on renewal of assets			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	11291.1%	0.0%	0.0%
Renewal of Existing Assets as % of deprecn"			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	68.2%	0.0%	0.0%
R&M as a % of PPE			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Renewal and R&M as a % of PPE			0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	4.0%	0.0%	0.0%



Maluti-A-Phofung Municipality Budget 2009 /2010 Medium Term Revenue Expenditure Framework, IDP and related policies

FS194 Maluti-a-Phofung - Table A10 Basic service delivery measurement

Description	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
Household service targets (000)	1									
Water:										
Piped water inside dwelling				2 006	2 026	2 026	2 026	2 046	2 066	2 087
Piped water inside yard (but not in dwelling)				5 015	5 065	5 065	5 065	5 115	5 166	5 218
Using public tap (at least min.service level)	2			7 523	7 899	7 899	7 899	8 294	8 708	9 144
Other water supply (at least min.service level)	4			2 173	2 281	2 281	2 281	2 395	2 515	2 641
Minimum Service Level and Above sub-total		-	-	16 717	17 271	17 271	17 271	17 850	18 455	19 090
Using public tap (< min.service level)	3			Included	Included	Included	Included	Included	Included	Included
Other water supply (< min.service level)	4			Included	Included	Included	Included	Included	Included	Included
No water supply				133	147	161	178	186	196	206
Below Minimum Service Level sub-total		-	-	133	147	161	178	186	196	206
Total number of households	5	-	-	16 850	17 418	17 432	17 449	18 036	18 651	19 296
Sanitation/sewerage:										
Flush toilet (connected to sewerage)				13 110	13 241	13 241	13 241	13 374	13 507	13 642
Flush toilet (with septic tank)				460	464	464	464	469	473	478
Chemical toilet				4 554	4 599	4 599	4 599	4 646	4 691	4 738
Pit toilet (ventilated)				26 956	28 303	28 303	28 303	29 719	31 204	32 765
Other toilet provisions (> min.service level)				920	966	966	966	1 014	1 065	1 118
Minimum Service Level and Above sub-total		-	-	46 000	47 573	47 573	47 573	49 221	50 940	52 741
Bucket toilet				Included	Included	Included	Included	Included	Included	Included
Other toilet provisions (< min.service level)				Included	Included	Included	Included	Included	Included	Included
No toilet provisions				920	966	966	966	1 014	1 065	1 118
Below Minimum Service Level sub-total		-	-	920	966	966	966	1 014	1 065	1 118
Total number of households	5	-	-	46 920	48 539	48 539	48 539	50 235	52 005	53 859
Energy:										
Electricity (at least min.service level)				2 737	2 792	2 847	2 904	3 049	3 202	3 362
Electricity - prepaid (min.service level)				8 211	8 375	8 542	8 713	9 149	9 606	10 087
Minimum Service Level and Above sub-total		-	-	10 948	11 167	11 389	11 617	12 198	12 808	13 449
Electricity (< min.service level)				Included	Included	Included	Included	Included	Included	Included
Electricity - prepaid (< min. service level)				Included	Included	Included	Included	Included	Included	Included
Other energy sources				5 465	5 739	5 739	5 739	6 026	6 327	6 643
Below Minimum Service Level sub-total		-	-	5 465	5 739	5 739	5 739	6 026	6 327	6 643
Total number of households	5	-	-	16 413	16 906	17 128	17 356	18 224	19 135	20 092
Refuse:										
Removed at least once a week				15 290	15 595	15 907	16 225	16 550	16 881	17 219
Minimum Service Level and Above sub-total		-	-	15 290	15 595	15 907	16 225	16 550	16 881	17 219
Removed less frequently than once a week				330	347	364	382	401	421	442
Using communal refuse dump				2 860	3 003	3 153	3 311	3 476	3 650	3 833
Using own refuse dump				30 140	31 647	33 229	34 891	36 635	38 467	40 390
Other rubbish disposal				55	58	61	64	67	70	74
No rubbish disposal				6 325	6 641	6 973	7 322	7 688	8 072	8 476
Below Minimum Service Level sub-total		-	-	40	42	44	46	48	51	53
Total number of households	5	-	-	15 330	15 637	15 951	16 271	16 596	16 932	17 272
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)										
Sanitation (free minimum level service)										
Electricity/other energy (50kwh per household per month)										
Refuse (removed at least once a week)										
Cost of Free Basic Services provided (R'000)	8									
Water (6 kilolitres per household per month)										
Sanitation (free sanitation service)										
Electricity/other energy (50kwh per household per month)										
Refuse (removed once a week)										
Total cost of FBS provided (minimum social package)		-	-	-	-	-	-	-	-	-
Highest level of free service provided										
Property rates (R'000 value threshold)										
Water (kilolitres per household per month)										
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)										
Electricity (kwh per household per month)										
Refuse (average litres per week)										
Revenue cost of free services provided (R'000)	9									
Property rates (R15 000 threshold rebate)										
Property rates (other exemptions, reductions and rebates)										
Water										
Sanitation										
Electricity/other energy										
Refuse										
Municipal Housing - rental rebates										
Housing - top structure subsidies										
Other										
Total revenue cost of free services provided (total social package)	6	-	-	-	-	-	-	-	-	-



PART2-SUPPORTING DOCUMENTATION

2.1 Overview of annual budget process

2.2 Overview of alignment of annual budget with Integrated Development Plan

FS194 Maluti-a-Phofung - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

G134 Audit-A-Floting - Supporting Table G14 Reconciliation of IDP Strategic Objectives and Budget (Revenue)												
Strategic Objective	Goal	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework			
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12	
R thousand												
Sustainable Services	Water				32 232							
Sustainable Services	Electricity				109 636	121 900	147 900	147 900	159 000	166 950	175 298	
Sustainable Services	Sanitation				13 162				43 087	45 618	48 676	
Sustainable Services	Waste Management				11 231	14 900	14 900	14 900	15 645	16 427	17 248	
Sustainable Services	Health				-	-	-	-	-	-	-	
Sustainable Services	Community Services				-	-	-	-	-	-	-	
Infrastructure	Roads & Transport				-	-	-	-	-	-	-	
Infrastructure	Cemeteries				-	-	-	-	-	-	-	
Infrastructure	Housing Spatial Development and Planning				-	-	-	-	-	-	-	
Infrastructure	Municipal Infrastructure				24 396							
Infrastructure	Open Space					-	-	-	-	-	-	
Infrastructure	Public Amenities					-	-	-	-	-	-	
Good Governance	Support Services / Fleet					-	-	-	-	-	-	
Good Governance	Integrated Planning					-	-	-	-	-	-	
Good Governance	Financial Management				341 294	447 159	553 365	553 365	540 324	601 186	638 735	
Good Governance	Human Resources Management						-	-	-	-	-	
Good Governance	Legislative Authority				-	-	-	-	-	-	-	
Good Governance	Office of the Municipal Manager				-	-	-	-	-	-	-	
Economic Development	Local Economic Development				-	-	-	-	-	-	-	
Social Development	Parks,Sports & Recreation				-							
Social Development	Public Participation				-	-	-	-	-	-	-	
Safety & Security	Safety and security				-	2 000	2 000	2 000	2 000	2 100	2 205	
Safety & Security	Fire & Rescue				-	-	-	-	-	-	-	
Safety & Security	Disaster Management					-	-	-	-	-	-	
Safety & Security	Security					-	-	-	-	-	-	
Total Revenue (excluding capital transfers and contributi			1	-	-	531 951	585 959	718 165	718 165	760 056	832 281	882 162



2.3 Measurable performance objectives and indicators

FS194 Maluti-a-Phofung - Supporting Table SA8 Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
<u>Borrowing Management</u>										
Borrowing to Asset Ratio	Total Long-Term Borrowing/Total Assets	2.1%	1.6%	1.1%	1.3%	1.4%	1.5%	1.7%	1.7%	1.7%
Credit Rating										
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	0.0%	0.0%	0.3%	1.2%	0.8%	0.8%	1.0%	0.6%	0.6%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	-179.3%	1729.3%	-1561071.0%	-25233.48%	-4.1%	-4.1%	-2.9%	0.0%	0.0%
<u>Safety of Capital</u>										
Debt to Equity	Loans, Creditors, Overdraft & Tax Provision/ Funds & Reserves	11.3%	10.6%	1804.9%	537.6%	326.3%	313.1%	162.3%	137.1%	124.6%
Gearing	Long Term Borrowing/ Funds & Reserves	3.6%	2.9%	49.1%	49.1%	49.1%	49.1%	49.1%	49.1%	49.1%
<u>Liquidity</u>										
Current Ratio	Current assets/current liabilities	5.9	6.5	1.2	2.6	3.1	3.1	4.0	5.1	5.9
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	5.9	6.5	0.3	(0.7)	(3.0)	(3.6)	(13.3)	(18.2)	(22.5)
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0	0.5	0.1	0.4	0.7	0.7	1.7	2.2	2.6
<u>Revenue Management</u>										
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		80.7%	85.4%	15.4%	15.4%	15.4%	9.8%	10.3%	10.3%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	40.1%	44.1%	84.8%	45.9%	24.6%	24.6%	10.3%	9.9%	9.8%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		74.9%	84.0%	84.8%	84.8%	84.8%	85.7%	86.5%	87.4%
<u>Creditors Management</u>										
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA's 65(e))	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
<u>Funding of Provisions</u>										
Provisions not funded - %	Unfunded Provs./Total Provisions	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Other Indicators</u>										
Electricity Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated	15.0%	15.0%	15.0%	15.0%	15.0%	15.0%	15.0%	15.0%	15.0%
Water Distribution Losses (2)	% Volume (units purchased and own source less units sold)/Total units purchased and own source	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
Employee costs	Employee costs/(Total Revenue - capital revenue)	18.6%	17.0%	17.2%	20.7%	16.9%	16.9%	17.1%	16.0%	15.6%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	10.0%	9.2%	10.1%	7.0%	5.5%	5.5%	6.2%	5.6%	5.5%
<u>IDP regulation financial viability indicators</u>										
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year	13.6	20.5	12.0	15.1	15.1	15.1	17.1	17.1	18.0
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	95.5%	83.7%	159.4%	68.6%	34.8%	34.8%	15.4%	15.4%	15.4%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	54.5	43.5	13.9	2.3	2.3	2.5	2.4	4.8	7.2



2.4 Overview of budget-related policies

The following policies have been used as basis for the preparation of the budget and changes to these policies is listed in the resolution portion of the budget. The policies are available during office hours at the municipality at rates as prescribed in the sundry tariff list or for perusal.

- Credit Control and Debt Collection Policy
- Policy on Indigent Consumers
- Policy on writing off of irrecoverable Debt
- Property Rates Policy
- Tariff Policy

2.5 Overview of budget assumptions

EXECUTIVE SUMMARY

PURPOSE

The purpose of this report is to present the Annual Budget for 2009/2010 to 2011/2012, Financial Years to Council for adoption. In terms of Local Government Municipal Finance Management Act (MFMA) no 56 of 2003 the Council of the municipality must for each financial year approves an annual draft budget 90 days before the start of that financial year.

BACKGROUND

Budgets are plans for spending on services and about income derived from charges. This annual budget explains how income and expenditure will be managed to ensure sustainability and viability of services in the municipality. Our annual budgets focus is to deliver additional value for money to residents, especially in areas of need. In spite economic climate, we have made all attempts to keep the costs to consumers at a reasonable rate.

A municipality is expected to table balanced and credible budgets that are based on realistic estimates of revenue to be collected, taking into account both actual revenue collected in the past 2007/08 budget year and revenue projections for the current 2008/09 budget year and must ensure that their IDP is revised to be consistent with the three year budget cycle.

The next budget cycle should place the Maluti.-a-.Phofung in a stronger position to deepen the link between the Municipality's policy choices, its operational plan and the deliverables. The tabling of three-year operational plans for 2009 to 2012, together with the revenue and expenditure estimates for the corresponding period, provides a basis for the introduction of important enhancements to the 2009/2010 budget process. Greater attention will be given to service delivery achievements, changes to policies and plans, and how these translate into requests for increases in baseline allocations.

Medium-term budgeting is a continuous process that culminates each year in an annual budget that the Executive Mayor tables in Council.

The 2008/2009 budget, tabled on 27 May 2008, included forward estimates for 2009/2010 and 2010/2011, which together comprise the Medium Term Revenue and Expenditure Framework for this period. Continuity within the



medium-term budgeting is enhanced when outer forecast years become the starting point for the new budget process and is used as a basis to determine the Medium Term Revenue and Expenditure Framework (MTREF) allocation for the period 2009/2010 to 2011/2012.

The objective of the budget reforms is to optimize the benefits of medium-term budgeting, enhance political oversight in the process and improve the alignment of the Municipality's priorities and operational plans. The budget process will aim to facilitate the achievement of the aforementioned objectives and in doing that it will allow the Municipality to:

- Plan for the period covered by the MTEF,
- Evaluate changing policy priorities and implementation plans that increase medium-term allocations (outer years of the previous MTEF),
- Involve various role-players who provide political and technical insights when faced with the challenge to make trade-offs between equally important political priorities, and
- Allocate resources in line with policy priorities and operational plans.

The preparation of draft budget for the 2009/2010 financial year shall be informed by the following:

- Draft IDP of the Municipality,
- Actual results for the 2007/2008 financial year,
- Approved budget 2008/2009
- Expected results for the 2008/2009 financial year
- The departmental operational plans to be prepared by the various Heads of Departments in conjunction with their portfolio Councilors.

The above forms the basis for the preparation of the budget and continuous reference needs therefore to be made to it. Departments are encouraged to pay particular attention to the following when finalizing their budget documentation:

- Improving the alignment between the IDP, operational plans, and expected service delivery milestones and targets,
- Optimizing the inclusion of new priorities within baseline allocations through reprioritization, and
- Ensuring the affordability of revised medium-term plans which require an increase to baseline allocations.

The following growth limits have been published by the National Treasury and it shall form the basis of increase in the tariff and related expenditure which should range between 3 to 6 percent. (N.B. The 2008/09 actual is an estimate by NT)

Description	Proposed 2008/09	Proposed 2009/10	Proposed 2010/11
Inflation Forecast CPIX (Latest available)	8.0%	10.8%	4.6%
Real GDP	4.5%	4.9%	5.4%

The percentage increase in operating expenditure will at all times be limited to the level of increase in operating income. It must also be noted that the final percentage increases per group and department may vary based on the following considerations:



- Review of past performance,
- Expected changes in the macro-economic environment, and
- Political priorities.

The guideline growth limits are only for self-generated revenue sources. It excludes the increased national allocations provided for the purpose of expanding infrastructure and providing basic services to more households.

A budget set out certain service delivery levels and associated financial implications. Therefore the community should realistically expect to receive these promised service delivery levels and understand the associated financial implications. Major under-spending due to under collection of revenue or poor planning is a clear example of a budget that is not credible and unrealistic. Furthermore, budgets tabled for consultation at least 90 days prior to the start of the budget year should already be credible and fairly close to the final approved budget.

The explanation of Budget document shall be as follows:

2. Financial Overview

2.1 Total operating budget

2.1.1 Revenue by source of funding

2.1.2 Property Rates

2.1.3 Electricity Revenue

2.1.4 Refuse

2.1.5 Government Grants and subsidies

2.1.6 Income received by MAP on behalf of the Entity

2.1.7 Interest earned on external investments

2.1.8 Interest earned on outstanding debtors

2.1.9 Other Revenue

2.2 Operating Expenditure by Type

2.2.1 Employee related costs and remuneration of councillors

2.2.2 Repairs and maintenance

2.2.3 Bulk purchases

2.2.4 Interest paid

2.2.5 Contracted services

2.2.6 Grants and subsidies paid



2.2.7 General expenses

2.2.8 Provisions (Bad debts and depreciation)

2.3 Capital Budget

2.3.1 Capital by funding source

2.3.2 Capital expenditure

3. Operational Plans

4. Proposed tariffs setting

5. Explanation on Entity's Budget

6. Summary of Consolidated Budget

7. Recommendations

2. FINANCIAL OVERVIEW MAP

2.1 TOTAL OPERATING BUDGET

In total the annual operating expenditure budget for the 2009/10 financial year amounts to R721, 875 million, which represents an increase of R36, 680 million (5%) above the approved budget for 2008/09. For the 2010/2011 and 2011/12 financial years the proposed annual operating expenditure budgets amounts are R719,994 million and R752,941 respectively, which represent decrease of R1,881 (0%) and R32,947 million (4%) for the two outer years. The projected revenue amounts to R760, 056 million for the 2009/10 financial year, which represents an increase of R41, 891 million (6%) above the approved budget for 2008/09. For the 2010/11 and 2011/12 financial years the annual budgeted revenue amounts to R832, 281 million which represents and increase of R72,225 (9 %) and R882, 162 million which represents an increase of R49, 881 million (6%) respectively.

The table below shows total revenue and expenditure the deficit on the actual results for 2007/2008 financial year was due to under provision for bad debts.

COMPARISON OF THE BUDGET

Description	Audit Actuals 2007/2008	Approved Budget 2008/2009	Proposed annual Budget 2009/2010	Proposed annual Budget 2010/2011	Proposed annual Budget 2011/2012
	R'000	R'000	R'000	R'000	R'000
Revenue	531,951	718,165	760,056	832,281	882,162
Expenditure	705,626	685,267	721,875	719,994	752,941
Surplus/Defic	(173,675)	32,898	38,181	112,287	129,221



2.1.1. REVENUE BY SOURCE OF FUNDING

Revenue estimates should be realistic, as the operating expenditure budget will be funded by the total revenue budget. It should also be reiterated that the council may not budget for a deficit and the budget should be fully funded

The guidelines for growth parameters for the budget process for 2009/2010 - 2011/2012 shall be limited to 5, 5%, to be able to provide services and fulfill its responsibilities, the Municipality will have to obtain additional revenue from tariff increases on the various services provided.

The needs of the community, the ability of the community to pay for the services provided to them and the growth rate allowed by National Treasury should be taken into account when Council considers the annual increase in tariffs and the average effect thereof on consumer accounts.

When drafting the 2009/2010 to 2011/2012 budgets the following is taken into account:

- The estimated actual income for the 2008/2009 financial year (based on the July to March income figures).
- An estimated natural growth rate of 1% in services (electricity, waste removal) and a growth rate of 1% (resulting from supplementary valuation roll) on assessment rates on the estimated actual income for the 2008/2009 financial year.
- An average increase of 5,5% in tariffs.(aggregate)

Although an overall aggregate tariff increase of 5,5% will be maintained when drafting the guidelines for the 2009/2010 to 2010/2012 budget, it must be noted that a different percentage increase may be considered for each service, as long as it results in an overall tariff increase of not more than 5,5% for the Municipality except for electricity which controlled by National Electricity Regulator of South Africa. This will assist in determining the most acceptable and affordable scenario for the residents and ratepayers of the Maluti-A-Phofung.

The below table shows revenue by source of funding:



Description	Audit Actuals 2007/2008	Approved Budget 2008/2009	Proposed Annual Budget 2009/2010	Proposed Annual Budget 2010/2011	Proposed Annual Budget 2011/2012	% in relation to 09/10
	R'000	R'000	R'000	R'000	R'000	%
Rates & Taxes	111,066	281,599	211,583	222,162	233,270	28%
Electricity	109,636	147,900	159,000	166,950	175,298	21%
Refuse removal	11,231	14,900	15,645	16,427	17,248	2%
Grants & Subsidies	224,511	188,931	227,191	272,396	293,505	30%
Interest earned - external investments	8,716	6,000	9,000	9,450	9,923	1%
Interest earned - outstanding debtors	15,680	12,000	12,000	12,600	13,230	2%
Other Income	5,717	66,835	82,550	86,678	91,012	11%
Income received by the Municipality on behalf of the Entity	45,394.00	-	43,087	45,618	48,676	6%
TOTAL OPERATING REVENUE	531,951	718,165	760,056	832,281	882,162	100%

2.1.2 PROPERTY RATES

The revenue for **ASSESSMENT RATES** has reduced by 33% to bring it in line with the actual income and included in the revenue there is an R108 million provided for as assessment rates rebate. This source of revenue constitutes 28% of the total revenue and it forms core of our revenue base, for the current financial year no tariff increase on assessment rates except to alignment the tariff with Local Government Property Rates Regulation and MFMA Circular No 48

2.1.3 ELECTRICITY REVENUE

The estimate for **ELECTRICITY REVENUE** is increased by 7%. However the National Electricity Regulator of South Africa has indicated that it will make a final decision regarding the tariff increase requested by ESKOM, should these increase be approved an adjustment budget will have to be tabled to Council to consider the impact on tariffs to the budget with the exception of electricity tariffs, tariffs increases are below current inflation levels.

2.1.4 REFUSE REMOVAL REVENUE

The estimates for **REFUSE REMOVAL** are increased by 5% which is mainly coming from tariff increase.



2.1.5 GOVERNMENT GRANTS AND SUBSIDIES

This category constitutes 30% of our total proposed annual operating income and the grants and subsidies consist of the following see a table below:

Description	Amount allocated for 2009/2010	Amount allocated for 2010/2011	Amount allocated for 2011/2012
OPERATING GRANTS	R'000	R'000	R'000
Equitable Share	208,757	259,702	283,804
Finance Management Grant	750	1,000	1,250
Municipal System Improvement Programme Grant	735	750	790
Water Services Operating Subsidy Grant	14,749	10,944	7,661
DBSA ICT roll out Strategy	2,200	-	-
Total Operating Grants	227,191	272,396	293,505

2.1.6 INCOME RECEIVED BY MAP ON BEHALF OF THE ENTITY

Income for all services is paid into one bank account which is for a municipality and billings are done by the Municipality for all services then the income received for water and sanitation which was collected on behalf of the entity is paid back to the entity on a monthly basis. Note should be taken that water and sanitation are responsibility of Maluti-A-Phofung Water Entity.

2.1.7 INTEREST EARNED ON EXTERNAL INVESTMENTS

The estimate for **INTEREST EARNED ON EXTERNAL INVESTMENTS** is increased by 33% to accurately reflect the actual amounts expected. It must be noted that interest rates have increased in the last few months which had direct impact on the amounts received.



2.1.8 INTEREST EARNED ON OUTSTANDING DEBTORS

The estimate for INTEREST EARNED ON OUTSTANDING DEBTORS has remained the same due to the fact that we are not allowed to charge interest on government accounts and almost 42% of our outstanding debts are from government accounts. Note should be taken that non payment is still a challenge.

2.1.9 Other Revenue

This group includes revenue generated through services provided to the community, i.e. building plan fees, water and electricity connection fees, fines, transport fees, dumping fees, etc and this makes 11% of our total Revenue.

2.2 OPERATING EXPENDITURE BY TYPE

The expenditure section of the operating budget outlines out all the operating expenses and cash outflows to both internal and external sources.

In order to facilitate accountability departments must budget for all expenditure necessary for the performance of their respective functions.

However, departments are required to address only the expenditure items directly manageable by the relevant department.

The zero-based types of analysis where all activities are open to in-depth review and scrutiny during the budget process provides an opportunity for the reallocation of resources to important priorities and avoid continuous growth in the budgeted expenditure of low priorities.

The expenditure budget consists of operational service delivery items and provides, inter alia, for the following:

Description	Audit Actuals 2007/2008	Approved Budget 2008/2009	Proposed Annual Budget 2009/2010	Proposed Annual Budget 2010/2011	Proposed Annual Budget 2011/2012	% in relation to 2009/10 budget year
	R'000	R'000	R'000	R'000	R'000	
Employee related costs	91,235	121,459	129,760	133,025	137,325	18%
Remuneration of Councillors	17,791	16,504	17,411	18,369	19,657	2%
Bad debts	233,991	18,000	20,000	21,000	22,050	3%
Depreciation	51,630	34,000	40,000	42,000	44,100	6%
Repairs and maintenance	10,502	20,270	32,564	20,541	21,568	5%
Interest paid	2,240	5,276	7,246	4,232	4,443	1%
Bulk purchases - Electricity	122,818	114,464	113,991	119,691	125,675	16%
Contracted services	-	51,470	48,906	49,041	51,493	7%
Grants and subsidies paid	37,996	21,117	47,040	58,595	65,214	7%
General expenses	137,423	282,707	264,957	253,500	261,416	37%
TOTAL OPERATING EXPENDITURE BY VOTE	705,626	685,267	721,875	719,994	752,941	100%



2.2.1 Employee Related Cost and Remuneration by Councilors

New positions required by the departments should be motivated individually and it should also be identified by each Department and make a provision for it. The following remuneration expenditure items must be clearly indicated and motivated by the departments:

- Overtime
- Standby Allowance
- Uniforms; and
- Protective Clothing.

Remuneration already constitutes a substantial percentage of 19% for 2009/10 budget the increase in employee related costs is mainly due to the provision of salary increase in the next financial year (2009/10) which is based on 8% that must still be confirmed by the Bargaining Council.

2.2.2 Repairs and Maintenance

This category includes all labour, vehicle and material costs for the repair and maintenance of the assets of the Municipality. It includes both contracted services and services performed by employees. The total cost of asset maintenance is disclosed in this category to enable an evaluation of asset performance.

The repairs and maintenance of electricity, roads, storm water systems, traffic lights, buildings, vehicles, grounds, and equipment will be included in this category.

The deferral of maintenance expenditure on assets has the effect of increasing future maintenance costs and also has potential for reducing the economic life of the asset and hence the flow of economic benefits. Deferrals and the impact thereof should be indicated clearly in the operational plans.

In determining the budget under this section, the following should also be allowed for:

- New assets to be acquired during the course of the year and which would require maintenance.
- Capital assets to be sold or disposed of in the course of the year and which would not require further maintenance.

Departments must indicate their needs to maintain the assets of the Municipality in the repairs and maintenance master plans. Departments must also indicate in their operational plans their annual requirements and the deferred maintenance needs.



2.2.3 BULK PURCHASES (ELECTRICITY)

Bulk purchases of electricity will also depend on the new tariff for electricity since it will have an impact on it at the moment we have budgeted for R113, 991,000 million of this category

2.2.4 INTEREST PAID

Capital charges include the payment of interest and redemption on internal and external loans by departments. Council is currently considering the option to take up an external loan for new infrastructure. The financial implication of the annual installments must be specified and be included in the proposed annual budget.

2.2.5 CONTRACTED SERVICES

This includes services which have a period of more than one year and these services are electricity, indigent register, financial systems, landside fill and MAP insurance

2.2.6 GRANTS AND SUBSIDIES PAID

These are the grants that the municipality is paying over to the Entity

2.2.7 GENERAL EXPENSES

General expenses consist mainly of fuel cost, bank charges, consultant fees, training board fees, electricity disconnection fees, grants-in-aid, stationary, printing and postage cost, telecommunication, various rentals, etc. An included in this category is allocation for free basic services (FBS), an allocation of approximately 85.3 million from equitable share grant shall be utilized for the provision of free basic services and direct subsidy of indigents. An also included in this category is the

The procurement of moveable assets, with an expected lifespan of more than one year, can be classified as capital expenditure financed from the operating budget.

This category will include assets such as furniture, machinery and equipment, electricity and water connections, books, fire-fighting equipment, traffic signs, etc.

2.2.8 PROVISION FOR BAD DEBTS AND DEPRECIATION

This expenditure group must contain all expenditure items involved in the instances where the Municipality makes contributions from the operating revenue to certain funds and reserves. Only contributions determined by legislation and/or Council policy will be included in this section.

Currently the Municipality contributes towards the Capital Development Fund and the Reserve for Bad Debts. It is important that a sufficient amount be provided for bad debt and the provision should be in line with the current payment levels.

2.3 CAPITAL BUDGET

The IDP process informs the budget and the preparation of the capital budget is based on the capital development priorities approved through the Integrated Development Plan (IDP).

The capital budget consists of the non-operational needs of the community. The procurement of assets, with a lifespan of more than one year can be classified as capital expenditure.



2.3.1 CAPITAL BY FUNDING SOURCE

The capital budget increased from R213, 474 million to R241, 638 million. The budget will be funded as follows:

Description	Amount allocated for 2009/2010	Amount allocated for 2010/2011	Amount allocated for 2011/2012
CAPITAL GRANTS	R'000	R'000	R'000
Integrated National Electrification Programme (Eskom) Grant	4,653	-	-
Integrated National Electrification Programme (Municipal) Grant	15,515	3,000	10,000
Expanded Public Works Programme Incentive grant for Municipalities	2,383	-	-
Regional Bulk Infrastructure Grant	23,000	17,000	-
Municipal Infrastructure Grant	126,967	149,678	128,502
External Loans	58,000	-	-
Own funds allocation	38,181	-	-
Total Capital Grants	268,699	169,678	138,502

- External Grants - R172,518 million
- External Loan – R58,000 million
- Internal funds – R38,181 million



2.3.2 CAPITAL EXPENDITURE

MIG CAPITAL EXPENDITURE	ALLOCATION 2009-2010
PMU ESTABLISHMENT	3,500,000
VIP TOILET PROJECT PHASE 7	31,000,000
HARRISMITH TOWN HALL	2,335,377
WATER METER PROJECT	3,122,012
WATER NETWORK MAK	1,700,000
PHUTA STADIUM	8,942,451
INTABAZWE WATERBORNE TOILETS	4,797,407
THOLONG/KESTELL PAVED ROAD 2	9,175,855
FOOTBRIDGES PHASE 1	6,872,486
WILGE WATER TREATMENT PLANT	8,955,312
RETENTION OF ALL PROJECTS	4,780,000
THOLONG/KESTELL PAVED ROAD 3	10,000,000
PHUTH PAVED ROADS	2,500,000
QWA QWA RURAL PAVED ROADS	3,000,000
DISASTER PARK PAVED ROADS PHASE 1	4,818,600
FENCING AND INFRA AT CEMETIES 1	2,000,000
INTABAZWE PAVED ROADS 1	3,000,000
TSHIAME PAVED ROADS 1	3,000,000
TSHIAME SEWER RETICULATION	5,000,000
FOOTBRIDGES PHASE 2	2,000,000
BLUEGUMBOSCH SANITATION	1,467,500
WATER NETWORK QWAQWA RURAL	5,000,000
	126,967,000
EXTERNAL LOAN	
EXTENSION OF THE MAIN BUILDING	22,000,000
HARRISMITH/INTABAZWE CORRIDOR	36,000,000
	58,000,000
DME	
ELECTRIFICATION PROGRAMME (2583)	15,515,000
Integrated National Electrification Programme (ESKOM) Grant	4,653,000
	20,168,000
DWARF	
STERKFORTEIN/QWAQWA BULK WATER SCHEME	23,000,000
	23,000,000
INCENTIVE GRANTS FOR MUNICIPALITY (EXPWP)	2,383,000
OWN SOURCE	
MAQHEKUNG SANITATION	920,000
ELECTRIFICATION PROGRAMME (3000)	10,000,000
REGRAVELLING OF ROADS (QWAQWA)	8,378,000
RESURFACING OF ROADS (MAP)	18,883,000
	38,181,000
TOTAL	268,699,000



3. OPERATIONAL PLANS

Departments must compile three-year operational plans to support their expenditure requirements and to form the basis of the budget implementation and service delivery plans.

These plans should include, inter alia:

- Measurable objectives,
- Service delivery strategies,
- Key outputs,
- Performance/service delivery indicators, and
- Performance/service delivery targets.

The compilation of operational plans, as part of budget reforms, is aimed at improving the alignment between planning, budgeting and service delivery.

These plans will be used as justification for the allocation of funds, whether it is of a capital or an operational nature. It is important that Portfolio Committee members are involved in the compilation of these operational plans to ensure that they address political aspirations.

4. PROPOSED TARIFF SETTING

Proposed tariffs for the 2009/2010 financial year are attached to the budget document on

Annexure 8, however the summary of the proposed increase is as follows:

Description	Average Increase
Rates and Taxes	0.00%
Electricity	35%
Refuse	5.00%
Water	10.00%
General Tariffs	5.00%
Community Services	5.00%
Cemetery	5.00%
Advertising	5.00%



The following social package will be provided during 2009/2010 financial year.

Service charges	Residents	Indigent
Electricity	50kWh per month	50kWh per month
Water	6kl per month	6kl per month
Refuse removal	0	100%
Sanitation	0	100%
Assessment rates	(Rebate on first R40 000 of market value is granted)	100%
Assessment rates	(20% rebate will be granted on the full payment made in full before 30 September 2009)	

5. EXPLANATION ON ENTITY'S BUDGET

CAPITAL COSTS

The capital costs have increased drastically due to the refurbishment projects that need urgent attention and the replacement of vehicles. In the current year, there was an amount of R7 803 870 but due cash flow problems, the implementation of the refurbishment programme had to be stopped, thus the allocation of R6 642 000.

Most of the vehicles that are used for operation and maintenance were inherited from Sedibeng Water and since the establishment of the entity few vehicles have been acquired. So most of the vehicles have past their lifespan and repair costs are high. The need that has been identified composed of two TLBS, onner tipper truck and 10 vehicles, however, due to budget constraints, we have R1 500 00 buy 1 TLB and 5 vehicles. By replacing these vehicles will reduce our maintenance costs and this will have a direct improvement on service delivery.

OPERATIONAL COSTS

Though in the operational budget we had a surplus of R9, 729 000, there are some votes that have increased drastically. The surplus was mainly contributed by the fact that most of upgrades and refurbishment in plants and pump stations were done in the past financial years. The following votes had an increase as compared to the current financial year:



Expense breakdown

Expenses breakdown	2008/09	2009/10	2010/11	2011/12
	R'000	R'000	R'000	R'000
GENERAL EXPENSES	14,056	12,366	12,158	10,505
LABOUR COST	40,933	46,273	50,741	55,650
ENERGY AND CHEMICALS	5,559	7,808	8,588	9,447
REPAIRS AND MAINTENANCE	18,427	18,703	19,638	20,620
WATER PURCHASES	9,997	10,497	11,022	11,573
CAPITAL	10,304	9,342	11,695	15,348
TOTAL BUDGET CAPEX AND OPERATIONAL	99,276	104,989	113,842	123,143

Labour Costs

Housing allowance: The above mentioned allowance is included in the proposed budget for 2009/10 due to the agreement reached with employee's representatives of 2007/8 financial wage agreement. However the allowance will only be given to employees who have bonds and are deducted from their salaries, adding an extra R600 000 to our salary cost. This will be guided by SALGA guidelines on housing allowance.

Salaries: In the current budget of 2008/9 financial the budgeted increase is 9.5 percent and we have reached the agreement with the union. For the new budget of 2009/10 financial year we worked on the budgeted increase projected to 10% for salary increase.

Bonus allocation for PMS: The implementation of the performance management system warrants us to budget for a certain amount for performance bonus and merit increase to deserving employees. The draft PMS policy provides for payment of 14th cheque to deserving employees, for the purpose of the budget we envisage that a top performer will probably receive half of the annual bonus as a performance bonus to arrive at the figure included in the draft budget for 2009/10 subject to overall performance of the entity and individual employee.



Chemical Costs

The expenses for chemicals drastically increased from R1 123 500 to R3 007 810. The reason for this increase is that MAP Water had quite a considerable stock brought over from previous years in the past. This is however now being used and the devaluation of our currency had a big effect on price increases for chemicals. The chemicals are one of the most critically items for purification of raw water and sewer and this expense can be justified.

Ground and Buildings Maintenance Costs

The budget for has increased from R550 691 to R1 026 000 and this is due to the fact during amalgamation, the Harrismith area was in shambles. In order to comply with the requirements for health and safety most of the buildings needs to be upgraded and refurbish. Though in this financial year some work has been done, more still needs to be done especially when we want to achieve 5 star NOSA rating.

The other contributing factor for increase is the fact that some of our reservoirs and pump stations were vandalized and are still vandalized. Currently we have 60 pump stations and 54 reservoirs that need to be maintained.

REVENUE BY SOURCE

The table below depicts source of revenue for MAP Water, and most of the budget is coming from the equitable share, water sales and DWAF grant

Revenue by source

Revenue	2008/09	2009/10	2010/11	2011/12
	R'000	R'000	R'000	R'000
Other Income	927	500	0	0
Equitable share	21,117	47,040	56,907	65,545
DWAF O&M	18,594	14,749	11,038	8,632
Reconnections: non p	0	65	68	71
Sewerage Industrial	1,389	1,428	1,605	1,766
Sewerage levy public	14,067	13,698	14,167	15,168
Water sales	39,651	27,960	30,056	31,960



The income from DWAF for the O&M grant is reduced to R14 040 as per DORA allocation and this represent a drop of 28%. If the O&M grant is decreasing, the allocation for equitable share should increase and we believe that 25% of the equitable share must be allocated to water and sanitation services.

6. SUMMARY OF CONSOLIDATED BUDGET

The following tables shows consolidated operating income and expenditure budget for 2009/10 budgets and two outers years.

CONSOLIDATED OPERATING INCOME						
Description	Audit Actuals 2007/2008	Approved Budget 2008/2009	Proposed Annual Budget 2009/2010	Proposed Annual Budget 2010/2011	Proposed Annual Budget 2011/2012	%
	R'000	R'000	R'000	R'000	R'000	
Rates & Taxes	111,066	281,599	211,583	222,162	233,270	24%
Electricity	109,636	147,900	159,000	166,950	175,298	18%
Water	25,305	39,651	27,960	29,845	31,742	3%
Sanitation	8,367	14,067	15,127	15,773	16,934	2%
Refuse removal	11,231	14,900	15,645	16,427	17,248	2%
Grants & Subsidies	267,144	228,642	288,980	341,935	366,380	33%
Interest earned - external investments	8,716	6,000	9,000	9,450	9,923	1%
Interest earned - outstanding debtors	15,680	12,000	12,000	12,600	13,230	1%
Other Income	5,717	66,835	82,550	86,678	91,012	10%
Income received by the Municipality on behalf of the Entity	45,394	53,718	43,087	45,618	48,676	5%
TOTAL OPERATING REVENUE	608,256	811,594	864,932	947,438	1,003,713	100%



CONSOLIDATED OPERATING EXPENDITURE					
Description	Audit Actuals 2007/2008	Approved Budget 2008/2009	Proposed annual Budget 2009/2010	Proposed annual Budget 2010/2011	Proposed annual Budget 2011/2012
	R'000	R'000	R'000	R'000	R'000
Legislative Authority	27,417	29,200	39,924	31,420	32,991
Office of the Municipal Manager	-	18,750	19,215	20,176	21,185
Financial Services	414,706	327,112	268,002	278,042	291,944
Corporate Services	-	19,602	20,088	21,092	22,147
Community Services	8,710	10,128	10,379	10,898	11,443
Public Safety	21,612	28,274	28,975	30,424	31,945
Housing Spatial Development and Planning	54,162	15,611	21,998	16,798	17,638
Municipal Infrastructure	-	9,807	10,050	10,553	11,081
LED and Tourism	-	6,897	7,068	7,421	7,792
Parks, Sports and Recreation	13,061	15,960	16,356	17,174	18,033
Waste Management	17,988	28,220	28,920	30,366	31,884
Waste Water Management(Transfer form MAP to Entity for Service charges	1,575	-	57,836	56,562	56,337
Roads and Transport	7,498	9,593	22,831	10,323	10,839
Electricity	138,897	166,113	170,233	178,745	187,682
water	68,648	90,929	95,147	101,623	107,245
TOTAL OPERATING EXPENDITURE BY VOTE	705,626	776,196	817,022	821,617	860,186



CONSOLIDATED CAPITAL BUDGET GRANTS			
Description	Amount allocated for 2009/2010	Amount allocated for 2010/2011	Amount allocated for 2011/2012
CAPITAL GRANTS	R'000	R'000	R'000
Integrated National Electrification Programme (Eskom) Grant	4,653	-	-
Integrated National Electrification Programme (Municipal) Grant	15,515	3,000	10,000
Expanded Public Works Programme Incentive grant for Municipalities	2,383	-	-
Regional Bulk Infrastructure Grant	23,000	17,000	-
Municipal Infrastructure Grant	126,967	149,678	128,502
External Loans	58,000	-	-
Own funds allocation	38,181	-	-
MAP Water entity's	9,342	11,695	15,348
Total Capital Grants	278,041	181,373	153,850

2.6 Overview of budget funding

FS194 Maluti-a-Phofung Supporting Table SA10 Funding measurement

Description	MFMA section	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
Funding measures											
Cash/cash equivalents at the year end - R'000	18(1)b	1	592 092	602 581	585 232	51 417	56 765	62 337	68 225	142 523	223 243
Cash + investments at the yr end less applications - R'000	18(1)b	2	83 826	155 193	(5 284)	91 067	40 394	40 728	(10 932)	27 462	33 174
Cash year end/monthly employee/supplier payments	18(1)b	3	54.5	43.5	13.9	2.3	2.3	2.5	2.4	4.8	7.2
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	26 921	58 024	(173 675)	175	32 898	32 898	38 181	112 287	129 221
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	40.6%	1.6%	32.5%	23.8%	(6.0%)	320217.9%	(0.9%)	(0.9%)
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	55.9%	77.3%	8.4%	(34.6%)	(44.3%)	(43.8%)	(26.9%)	10.2%	10.2%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	14.7%	19.5%	82.7%	4.6%	3.5%	3.5%	3.9%	3.9%	3.9%
Capital payments % of capital expenditure	18(1)c;19	8	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	(60.3%)	515.0%	(1561071.0%)	(25233.5%)	(4.1%)	(4.1%)	(2.9%)	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	28.4%	104.9%	(40.3%)	(34.2%)	0.0%	(55.6%)	5.0%	5.0%
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	0.7%	#NAME?	1.6%	3.0%	2.9%	2.9%	4.2%	2.5%	2.5%
Asset renewal % of capital budget	20(1)(vi)	14	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%



2.7 Expenditure on allocations and grant programmes

FS194 Maluti-a-Phofung - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand										
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		-	-	149 418	160 343	166 608	166 608	210 242	261 452	285 844
Equitable share				129 419	159 108	165 373	165 373	208 757	259 702	283 804
Municipal Systems Improvement				734	735	735	735	735	750	790
Finance Management				500	500	500	500	750	1 000	1 250
Department of Water Affairs				18 765						
Other transfers/grants [insert description]										
Provincial Government:		-	-	1 859	19 823	19 823	19 823	-	-	-
Housing	4			1 859						
Integrated Spatial Development				-	156	156	156	-	-	-
Construction of New Clinic at QwaQwa				-	-	-	-	-	-	-
Planning and surveying				-	1 667	1 667	1 667	-	-	-
Other				-	18 000	18 000	18 000	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total Operating Transfers and Grants	5	-	-	151 277	180 166	186 431	186 431	210 242	261 452	285 844
Capital Transfers and Grants										
National Government:		-	-	79 003	116 772	131 070	131 070	187 267	180 622	146 163
Municipal Infrastructure (MIG)				71 178	76 476	76 476	76 476	126 967	149 678	128 502
Water Affairs										
Water Services Operating Subsidy Grant					18 594	18 594	18 594	14 749	10 944	7 661
Integrated National Electrification Programme					1 102	15 400	15 400	4 653	-	-
Integrated National Electrification Programme					-	-	-	15 515	3 000	10 000
Expanded Public Works Programme Incentive					-	-	-	2 383	-	-
Regional Bulk Infrastructure Grant					20 600	20 600	20 600	23 000	17 000	-
Infrastructure Water				7 825						
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	5 910	-	-	-	-	-	-
Basdme				4 600						
DBSA				1 310						
Total Capital Transfers and Grants	5	-	-	84 914	116 772	131 070	131 070	187 267	180 622	146 163
TOTAL RECEIPTS OF TRANSFERS & GRANTS		-	-	236 190	296 938	317 501	317 501	397 509	442 074	432 007



FS194 Maluti-a-Phofung - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand										
EXPENDITURE:	1									
Operating expenditure of Transfers and Grants										
National Government:		-	-	148 891	160 343	166 608	166 608	233 242	261 452	285 844
Equitable share				129 419	159 108	165 373	165 373	208 757	259 702	283 804
Municipal Systems Improvement				734	735	735	735	735	750	790
Finance Management				500	500	500	500	750	1 000	1 250
Department of Water Affairs				18 237				23 000		
Other transfers/grants [insert description]										
Provincial Government:		-	-	486 551	19 823	19 823	19 823	-	-	-
Housing				486 551						
Integrated Spatial Development				-	156	156	156	-	-	-
Construction of New Clinic at QwaQwa				-	-	-	-	-	-	-
Planning and surveying				-	1 667	1 667	1 667	-	-	-
Other				-	18 000	18 000	18 000	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and Grants:		-	-	149 377	180 166	186 431	186 431	233 242	261 452	285 844
Capital expenditure of Transfers and Grants										
National Government:		-	-	70 534	116 772	131 070	131 070	187 267	180 622	146 163
Municipal Infrastructure (MIG)				62 709	76 476	76 476	76 476	126 967	149 678	128 502
Water Affairs										
Water Services Operating Subsidy Grant					18 594	18 594	18 594	14 749	10 944	7 661
Integrated National Electrification Programme (Eskom)					1 102	15 400	15 400	4 653	-	-
Integrated National Electrification Programme (Municipal)					-	-	-	15 515	3 000	10 000
Expanded Public Works Programme Incentive grant for Regional Bulk Infrastructure Grant					-	-	-	2 383	-	-
Infrastructure Water				7 825	20 600	20 600	20 600	23 000	17 000	-
Other capital transfers/grants [insert desc]										
Provincial Government:		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	4 600	-	-	-	-	-	-
Basdme				4 600						
Total capital expenditure of Transfers and Grants		-	-	75 134	116 772	131 070	131 070	187 267	180 622	146 163
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	-	224 511	296 938	317 501	317 501	420 509	442 074	432 007



2.8 Allocations and grants made by the municipality

FS194 Maluti-a-Phofung - Supporting Table SA21 Transfers and grants made by the municipality

Description	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand										
Transfers to other municipalities										
Insert description	1									
TOTAL TRANSFERS TO MUNICIPALITIES:		-	-	-	-	-	-	-	-	-
Transfers to Entities/Other External Mechanisms										
Insert description	2									
TOTAL TRANSFERS TO ENTITIES/EMS*		-	-	-	-	-	-	-	-	-
Transfers to other Organs of State										
Insert description	3									
TOTAL TRANSFERS TO OTHER ORGANS OF STATE		-	-	-	-	-	-	-	-	-
Grants to other Organisations										
Water Entity	4				18 594	18 594	18 594	14 749	10 944	7 661
Sewer Entity					21 117	21 117	21 117	47 040	58 595	65 214
TOTAL GRANTS TO OTHER ORGANISATIONS:		-	-	-	39 711	39 711	39 711	61 789	69 539	72 875
TOTAL TRANSFERS AND GRANTS	5	-	-	-	39 711	39 711	39 711	61 789	69 539	72 875



2.9 Councillor and board member allowances and employee benefits

FS194 Maluti-a-Phofung - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration	Ref	2005/06	2006/07	2007/08	Current Year 2008/09			2009/10 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand		A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)	1									
Salary				11 857	10 549	10 549	10 549	11 157	11 439	11 980
Pension Contributions				2 076	1 833	1 833	1 833	1 925	2 133	2 363
Medical Aid Contributions				-	292	292	292	307	341	378
Allowances				3 858	3 830	3 830	3 830	4 022	4 456	4 936
Sub Total - Councillors		-	-	17 791	16 504	16 504	16 504	17 411	18 369	19 657
% increase	4			0.00%	-7.23%	0.00%	0.00%	5.50%	5.50%	7.01%
Senior Managers of the Municipality	2									
Salary				4 554	4 344	4 344	4 344	4 562	5 054	5 599
Pension Contributions				184	474	474	474	498	552	612
Medical Aid Contributions				-	138	138	138	145	153	169
Allowances				790	3 723	3 723	3 723	3 910	4 332	4 799
Other benefits or allowances				459	-	-	-	-	-	-
Performance Bonus				195	205	205	205	216	227	239
Sub Total - Senior Managers of Municipality		-	-	6 182	8 884	8 884	8 884	9 331	10 318	11 418
% increase	4			0.00%	43.71%	0.00%	0.00%	5.03%	10.58%	10.66%
Other Municipal Staff										
Basic Salaries and Wages				64 984	78 336	78 336	78 336	83 477	82 836	81 725
Pension Contributions				4 365	13 974	13 974	13 974	14 673	16 524	18 305
Medical Aid Contributions				2 981	2 940	2 940	2 940	3 087	3 420	3 789
Allowances				4 961	278	278	278	292	324	360
Other benefits or allowances				7 762	-	-	-	-	-	-
Overtime				-	17 047	17 047	17 047	17 900	19 830	21 967
Performance Bonus				-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		-	-	85 053	112 575	112 575	112 575	119 429	122 934	126 146
% increase	4			0.00%	32.36%	0.00%	0.00%	6.09%	2.93%	2.61%
Total Parent Municipality		-	-	109 026	137 963	137 963	137 963	146 171	151 621	157 221
		-	-	-	0	-	-	0	0	0
Board Members of Entities										
Salary										
Pension Contributions										
Medical Aid Contributions										
Allowances										
Cell phone allowances										
Housing allowance										
Board Fees										
Other benefits and allowances										
In-kind benefits										
Sub Total - Board Members of Entities		-	-	-	-	-	-	-	-	-
% increase	4			-	-	-	-	-	-	-
Senior Managers of Entities										
Salary				1 706	1 814	1 814	1 814	1 953	2 148	2 363
Pension Contributions				336	357	357	357	384	422	465
Medical Aid Contributions				55	58	58	58	62	68	75
Allowances										
Bonusses								1 584	1 742	1 917
Sub Total - Senior Managers of Entities		-	-	2 097	2 229	2 229	2 229	3 983	4 380	4 820
% increase	4			0.00%	6.29%	0.00%	0.00%	78.69%	9.97%	10.05%
Other Staff of Entities										
Basic Salaries and Wages				27 570	28 722	28 722	28 722	30 825	33 751	36 957
Pension Contributions				2 970	3 424	3 424	3 424	5 813	6 394	7 034
Medical Aid Contributions				1 673	1 723	1 723	1 723	3 053	3 358	3 694
Allowances				463	2 504	2 504	2 504	600	660	726
Overtime				971	1 984	1 984	1 984	2 000	2 200	2 420
Bonusses										
Overtime										
Performance Bonus										
Other benefits or allowances										
In-kind benefits										
Sub Total - Other Staff of Entities		-	-	33 647	38 357	38 357	38 357	42 291	46 363	50 831
% increase	4			0.00%	14.00%	0.00%	0.00%	10.26%	9.63%	9.64%
Total Municipal Entities		-	-	35 744	40 586	40 586	40 586	46 274	50 743	55 651
TOTAL SALARY, ALLOWANCES & BENEFITS		-	-	144 770	178 549	178 549	178 549	192 445	202 364	212 872
% increase	4			0.00%	23.33%	0.00%	0.00%	7.78%	5.15%	5.19%
TOTAL MANAGERS AND STAFF	5	-	-	126 979	162 045	162 045	162 045	175 034	183 995	193 215



FS194 Maluti-a-Phofung - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)

Disclosure of Salaries, Allowances & Benefits 1.	Ref	No. 10	Salary	Contrib. 1.	Allowances	Performance Bonuses	In-kind benefits 2.	Total Package 3.
Rand per annum								
Councillors	4							
Speaker	5		260	63	124			447
Chief Whip			243	60	117			420
Executive Mayor			329	75	167			571
Deputy Executive Mayor			—	—	—			—
Executive Committee			2 490	540	1 170			4 200
Total for all other councillors			6 167	1 326	3 027			10 520
Total Councillors	9	—	9 489	2 064	4 605			16 158
Senior Managers of the Municipality	6							
Municipal Manager (MM)			558	2	120			680
Chief Finance Officer			372	96	152			620
Deputy City Manager - Corporate & Human Resources			388	2	252			642
Director Community Services-0253			341	63	148			552
Director Public Safety-0300			344	79	119			542
Director Local Economic and Development-0882			326	82	84			492
Director Development Planning and Housing-0875			311	93	73			477
Director Municipal infrastructure-0519			357	43	123			523
Director Parks, Sports and Culture-1256			349	2	132			483
Director Spatial Development and Planning-0171			339	83	109			531
Chief Operations Officer-1265			528	2	138			668
Civil Engineer-1235			260	2	156			418
IDP Manager-1236			282	2	132			416
Manager Budget & Revenue			266	65	117			448
Expenditure Manager			266	50	103			419
Financial Management-1174			266	68	122			456
Security Manager-0230			237	65	88			390
Human Resource Manager-0244			266	84	149			499
LED Manager-896			237	68	94			399
Tourism Manager-0895			237	68	88			393
Housing Manager-0197			237	64	79			380
Information Systems Manager-1011			266	50	92			408
Senior Administrator MM Office-1007			369	2	138			509
Administrative Services Manager-1133			266	65	114			445
Senior Internal Auditor-0831			237	75	79			391
Social Nodal Facilitator-0854			237	58	79			374
Chief Town Planner-0490			237	70	57			364
Legal Advisor-1234			266	59	120			445
Manager Legal Services-1257			266	50	114			430
Chief Traffic Officer-0315			215	58	69			342
Assistant Manager Supply Chain Management -0208			215	74	73			362
Chief Fire Officer-0123			215	64	70			349
Electrical Engineer-1254			266	65	114			445
Manager Mechanical Services-1259			266	2	114			382
Manager Auxilliary & Committee-0236			237	55	40			332
H.OMG. & REK.Best-0490			237	70	57			364
ADJ.H.OMG. & REK.Best-0489			215	71	70			356
-1372			237	3	46			286
-363			237	61	15			313
-1067			237	47	106			390
-969			237	58	181			476
Assistant ELEKTRO.ING.-0520			215	78	79			372
Total Senior Managers of the Municipality	9	—	11 940	2 218	4 405	—	—	18 563
A Heading for Each Entity	7, 8							
List each member of board by designation								
Chief Executive Officer (CEO)								—
Total for municipal entities	9	—	—	—	—	—	—	—
TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION		—	21 429	4 282	9 010	—	—	34 721



2.10 Monthly targets for revenue, expenditure and cash flow

FS194 Maluti-a-Phofung - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description	Ref	Budget Year 2009/10												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
R thousand																
Revenue By Source																
Property rates		17 632	17 632	17 632	17 632	17 632	17 632	17 632	17 632	17 632	17 632	17 632	17 632	211 583	222 162	233 270
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	159 000	166 950	175 298
Service charges - water revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	43 087	45 618	48 676
Service charges - refuse revenue		1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	15 645	16 427	17 248
Service charges - other		6 667	6 667	6 667	6 667	6 667	6 667	6 667	6 667	6 667	6 667	6 667	6 667	80 000	84 000	88 200
Rental of facilities and equipment		46	46	46	46	46	46	46	46	46	46	46	46	550	578	607
Interest earned - external investments		750	750	750	750	750	750	750	750	750	750	750	750	9 000	9 450	9 923
Interest earned - outstanding debtors		1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	12 000	12 600	13 230
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		167	167	167	167	167	167	167	167	167	167	167	167	2 000	2 100	2 205
Licences and permits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		18 933	18 933	18 933	18 933	18 933	18 933	18 933	18 933	18 933	18 933	18 933	18 933	227 191	272 396	293 505
Other revenue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	760 056	832 281	882 162
Expenditure By Type																
Employee related costs		10 813	10 813	10 813	10 813	10 813	10 813	10 813	10 813	10 813	10 813	10 813	10 813	129 780	133 025	137 325
Remuneration of councillors		1 451	1 451	1 451	1 451	1 451	1 451	1 451	1 451	1 451	1 451	1 451	1 451	17 411	18 369	19 657
Debt impairment		1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	1 667	20 000	21 000	22 050
Depreciation & asset impairment		3 333	3 333	3 333	3 333	3 333	3 333	3 333	3 333	3 333	3 333	3 333	3 333	40 000	42 000	44 100
Finance charges		604	604	604	604	604	604	604	604	604	604	604	604	7 246	4 232	4 443
Bulk purchases		9 499	9 499	9 499	9 499	9 499	9 499	9 499	9 499	9 499	9 499	9 499	9 499	113 991	119 691	125 675
Other materials		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants		3 920	3 920	3 920	3 920	3 920	3 920	3 920	3 920	3 920	3 920	3 920	3 920	47 040	58 595	65 214
Other expenditure		28 869	28 869	28 869	28 869	28 869	28 869	28 869	28 869	28 869	28 869	28 869	28 869	346 427	323 082	334 477
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure		60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	721 875	719 994	752 941
Surplus/(Deficit)		3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	38 181	112 287	129 221
Transfers recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions recognised - capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	38 181	112 287	129 221
Taxation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)	1	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	38 181	112 287	129 221



Maluti-A-Phofung Municipality Budget 2009 /2010 Medium Term Revenue Expenditure Framework, IDP and related policies

FS194 Maluti-a-Phofung - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

Description		Ref	Budget Year 2009/10											Medium Term Revenue and Expenditure Framework			
R thousand			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
Revenue by Vote																	
Legislative Authority			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Office of the Municipal Manager			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Financial Services			45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	540 324	601 186	638 735
Corporate Services			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Community Services			1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	15 645	16 427	17 248
Public Safety			167	167	167	167	167	167	167	167	167	167	167	167	2 000	2 100	2 205
Housing Spatial Development and Planning			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Municipal Infrastructure			13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	159 000	166 950	175 298
LED and Tourism			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Parks, Sport and Recreation			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sanitation & Sewerage			3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	43 087	45 618	48 676
Clinical Services			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Example 14 - Vote14			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Example 15 - Vote15			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote			63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	760 056	832 281	882 162
Expenditure by Vote to be appropriated																	
Legislative Authority			3 327	3 327	3 327	3 327	3 327	3 327	3 327	3 327	3 327	3 327	3 327	3 327	39 924	31 420	32 991
Office of the Municipal Manager			1 601	1 601	1 601	1 601	1 601	1 601	1 601	1 601	1 601	1 601	1 601	1 601	19 215	20 176	21 185
Financial Services			22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	268 002	278 042	291 944
Corporate Services			1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	20 088	21 092	22 147
Community Services			3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	3 275	39 299	41 264	43 327
Public Safety			2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	28 975	30 424	31 945
Housing Spatial Development and Planning			1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	21 998	16 798	17 638
Municipal Infrastructure			16 926	16 926	16 926	16 926	16 926	16 926	16 926	16 926	16 926	16 926	16 926	16 926	203 114	199 621	208 603
LED and Tourism			589	589	589	589	589	589	589	589	589	589	589	589	7 068	7 421	7 792
Parks, Sport and Recreation			1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	16 356	17 174	18 033
Sanitation & Sewerage			4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	57 836	56 562	56 337
Clinical Services			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Example 14 - Vote14			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Example 15 - Vote15			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote			60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	721 875	719 994	752 941
Surplus/(Deficit) before assoc.			3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	38 181	112 287	129 221
Taxation														-	-	-	-
Attributable to minorities														-	-	-	-
Share of surplus/ (deficit) of associate														-	-	-	-
Surplus/(Deficit)			1	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	38 181	112 287	129 221



Maluti-A-Phofung Municipality Budget 2009 /2010 Medium Term Revenue Expenditure Framework, IDP and related policies

FS194 Maluti-a-Phofung - Supporting Table SA27 Budgeted monthly revenue and expenditure (standard classification)

Description		Ref	Budget Year 2009/10												Medium Term Revenue and Expenditure Framework		
R thousand			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12
Revenue - Standard																	
<i>Governance and administration</i>			45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	540 324	601 186	638 735
Executive and council														-	-	-	-
Budget and treasury office			45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	45 027	540 324	601 186	638 735
Corporate services														-	-	-	-
<i>Community and public safety</i>			167	1 470	1 470	1 470	1 470	1 470	1 470	1 470	1 470	1 470	1 470	(12 871)	2 000	2 100	2 205
Community and social services			-	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	1 304	(13 038)	-	-	-
Sport and recreation			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety			167	167	167	167	167	167	167	167	167	167	167	167	2 000	2 100	2 205
Housing			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Planning and development														-	-	-	-
Road transport														-	-	-	-
Environmental protection														-	-	-	-
<i>Trading services</i>			18 144	16 841	16 841	16 841	16 841	16 841	16 841	16 841	16 841	16 841	16 841	31 182	217 732	228 995	241 222
Electricity			13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	13 250	159 000	166 950	175 298
Water			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management			1 304	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	3 591	(21 565)	15 645	16 427	17 248
Other			3 591	-	-	-	-	-	-	-	-	-	-	39 496	43 087	45 618	48 676
Total Revenue - Standard			63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	63 338	760 056	832 281	882 162
Expenditure - Standard																	
<i>Governance and administration</i>			28 936	28 936	28 936	28 936	28 936	28 936	28 936	28 936	28 936	28 936	28 936	28 936	347 229	350 730	368 267
Executive and council			4 928	4 928	4 928	4 928	4 928	4 928	4 928	4 928	4 928	4 928	4 928	4 928	59 139	51 596	54 176
Budget and treasury office			22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	22 334	268 002	278 042	291 944
Corporate services			1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	1 674	20 088	21 092	22 147
<i>Community and public safety</i>			6 476	6 476	6 476	6 476	6 476	6 476	6 476	6 476	6 476	6 476	6 476	6 476	77 708	75 294	79 059
Community and social services			865	865	865	865	865	865	865	865	865	865	865	865	10 379	10 898	11 443
Sport and recreation			1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	1 363	16 356	17 174	18 033
Public safety			2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	2 415	28 975	30 424	31 945
Housing			1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	1 833	21 998	16 798	17 638
Health			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>			3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	3 329	39 949	28 297	29 712
Planning and development			589	589	589	589	589	589	589	589	589	589	589	589	7 068	7 421	7 792
Road transport			2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	2 740	32 881	20 876	21 920
Environmental protection			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>			21 416	21 416	21 416	21 416	21 416	21 416	21 416	21 416	21 416	21 416	21 416	21 416	256 989	265 673	275 904
Electricity			14 186	14 186	14 186	14 186	14 186	14 186	14 186	14 186	14 186	14 186	14 186	14 186	170 233	178 745	187 683
Water			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste water management			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Waste management			2 410	2 410	2 410	2 410	2 410	2 410	2 410	2 410	2 410	2 410	2 410	2 410	28 920	30 366	31 884
Other			4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	4 820	57 836	56 562	56 337
Total Expenditure - Standard			60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	60 156	721 875	719 994	752 941
Surplus/(Deficit) before assoc.			3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	38 181	112 287	129 221
Share of surplus/ (deficit) of associate			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit)			1	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	3 182	38 181	112 287	129 221



2.11 Annual budgets and service delivery and budget implementation plans – internal departments

The service delivery implementation plans is in process, interms of the MFMA is only required by 30 June 2009.

2.12 Contracts having future budgetary implications

FS194 Maluti-a-Phofung - Supporting Table SA33 Contracts having future budgetary implications

Description	Ref	Preceding Years	Current Year 2008/09	2009/10 Medium Term Revenue & Expenditure Framework			Forecast 2012/13	Forecast 2013/14	Forecast 2014/15	Forecast 2015/16	Forecast 2016/17	Forecast 2017/18	Forecast 2018/19	Total Contract Value
R thousand	1,3	Total	Original Budget	Budget Year 2009/10	Budget Year +1 2010/11	Budget Year +2 2011/12	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Parent Municipality:														
Revenue Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Revenue Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Capital Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Parent Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Entities:														
Revenue Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Revenue Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Capital Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Entity Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-



2.13 Capital expenditure details

2.14 Legislation compliance status

Maluti - A - Phofung Municipality is compliant with all required legislation, applicable to medium capacity municipalities. As we however converted to gamap/grap in 2006 already certain aspects off the legislation is applicable to Maluti - A - Phofung and as such the Asset Register is currently our only challenge in achieving full compliance. This budget is again complying ahead of schedule with the latest compliance issues as it only requires implementation in 2010/11 budget cycle.

2.15 Other supporting documents

Attached to the budget find also the following documents:

- | | | |
|--------------|---|------------------|
| ➤ Addendum A | - | Tariffs |
| ➤ Addendum B | - | Sundry Tariffs |
| ➤ Addendum C | - | IDP document |
| ➤ Addendum D | - | Organogram |
| ➤ Addendum E | - | Map Water Budget |

2.16 Annual budgets of municipal entities

Map Waters detail Budget as per Addendum

2.17 Municipal manager's quality certification

I Jonathan Ramulondi Acting Municipal Manager of Maluti - A - Phofung Municipality hereby certify that the budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the act, and that the budget is consistent with the business plans of the municipally and the integrated development plan

Print name: _____

Municipal Manager of Maluti - A - Phofung Municipality

Signature: _____

Date: _____